



VERMONT

RESIDENT • NONRESIDENT • PART-YEAR RESIDENT



Partners that make filing your taxes easier and getting your refund faster

Over half of VT taxpayers filed their VT returns electronically. We invite you to e-file and also receive these benefits from e-filing:

- The security of IRS e-file system
- Software that helps you complete the return & does the math
- Access 24/7 so you file when it's convenient for you
- Confirmation the return was filed
- Refund in 5 business days or less
- Option to deposit the refund in your bank account

Go to our web site at <http://tax.vermont.gov> for a list of software companies offering VT filing online. There may be a user fee, but some taxpayers may be eligible to use the software and e-file for free.

HOMEOWNERS Remember you can file your 2008 VT Homestead Declaration and Property Tax Adjustment Claim on the Department's web site. This is a free service.

DEPARTMENT WEB SITE: <http://tax.vermont.gov>

CHANGES FOR 2007

DUE DATES:

APRIL 15, 2008 for VT Income Tax Return or Extension of Time to file VT income tax return, Homestead Declaration, Property Tax Adjustment Claim, and Renter Rebate Claim.

SEPTEMBER 2, 2008 for Homestead Declaration, Property Tax Adjustment Claim, and Renter Rebate Claim may be filed up to this date. Late filing penalties apply to Homestead Declaration & Property Tax Adjustment Claims filed after April 15, 2008. Extension of Time for the income tax return does NOT apply. See instructions in booklet or web site to determine household income for extended income returns.

VT Higher Education Investment Credit The credit increases to 10% of a \$2,500 maximum per beneficiary on contributions made in calendar year 2007. See page 11.

VT Telecommunications Authority Income and interest from bonds and notes issued by this authority are exempt from VT income tax.

Adult Foster Care Payments The payment made by the State of VT for the care of a developmentally disabled person in the recipient's home is excluded from the caregiver's household income effective for 2007. This payment was formerly known as difficulty of care payment.

Amending Household Income for Property Tax Adjustment and Renter Rebate Programs Claimants who file a late claim on or before September 2nd may amend Form HI-144, Household Income, for up to three years from the April or September deadline, whenever the original HI-144 was filed.

Maximum 2008 Property Tax Adjustment amount is \$8,000.

CHANGES TO OUR WEB SITE:

New Web site address: <http://tax.vermont.gov>

New Service Automated Taxpayer Information is available by phone and now on-line. Go to our web site to track the status of your income tax return and refund, homestead declaration, property tax adjustment claim and renter rebate claim; and the amount of 2007 estimated payments on record.

FOR MILITARY PERSONNEL



Thank you for your service to our country. Please go to our web site for filing information.



Message from the Commissioner

Dear Fellow Taxpayer:

James Madison wrote eloquently in 1788 about the importance of having laws that can be understood:

"It will be of little avail to the people, that the laws are made by men of their own choice, if the laws be so voluminous that they cannot be read, or so incoherent that they cannot be understood; if they be repealed or revised before they are promulgated, or undergo such incessant changes that no man, who knows what the law is to-day, can guess what it will be to-morrow. Law is defined to be a rule of action; but how can that be a rule, which is little known, and less fixed?" **Federalist Paper 62**

Much has changed since 1788. Yet, Madison's belief that the people need to understand the laws that affect their lives still rings true. Tax laws are no exception.

A tax extracts wealth from the private economy to enhance the public good. Our incomes and business, our homes and property, and the transactions of our daily lives are subject to taxes. Reasonable people can debate the appropriate balance between taxes and public services, but any good tax system must be fair; and fairness can only be achieved if the methods used to calculate and collect the tax are transparent to the taxpayer.

In Vermont, our property tax policies and laws have been in flux in recent years. Since the Supreme Court's Brigham decision, Act 60 and Act 68 have transformed the property tax to a statewide tax. Our property tax assistance programs have been expanded to include "prebates", our property tax bills are now the delivery system for property tax assistance, and our method of passing school budgets will soon engage a two vote system. The rapidity of these changes has left many Vermonters confused. Even listers and town clerks are strained to explain to their constituents how the local tax rate is set or how it relates to the level of spending at the local school.

In the broad context, these changes to our property tax system are understandable. The Brigham decision was a powerful force for restructuring our school funding system. It will take time for the dust to settle around this change as Vermonters and their elected representatives seek to balance a statewide property tax system with our history and traditions of local control.

However, as we move forward we should heed Madison's wisdom. Vermont's property tax funds one of our most essential public services -- the education of our children. A stable and transparent property tax system will better allow Vermonters to focus their energies on the important policy choices of fairness, equity and outcomes for our children's educational system.

All of us at the Tax Department wish you a healthy and happy 2008.

Sincerely,

Tom Pelham
Commissioner of Taxes

TAXPAYER ASSISTANCE

We're Here To Answer Your Questions



VISIT our web site at <http://tax.vermont.gov> for:

- E-File - how to file electronically
- On-line filing of Form HS-122
- Tax return preparation assistance locations and times
- Department contact information
- 2008 Property Tax Adjustment worksheet
- VT tax forms (**NOTE:** Using downloaded forms will delay processing)
- Updated tax information
- Filing checklist for recommended order to complete VT forms.
- Technical Bulletins



1-866-828-2865 (toll-free in VT)
1-802-828-2865 (local or out-of-state)

CALL 7:45 a.m. to 4:30 p.m. to speak with a Department representative.

CALL ANY TIME to order forms.

CALL ANY TIME or GO TO OUR WEB SITE to:

- Track processing status of your 2007 income return & refund
- Verify amount of 2007 estimated payments on record
- Track the status of your VT Homestead Declaration and Property Tax Adjustment Claim or Renter Rebate Claim



File electronically for the *security* of the Internal Revenue Service system, receipt of your *refund in 5 business days or less*, and the option to *direct deposit* it into your bank account.

Ask your tax practitioner to file your return electronically. OR, if you do your own taxes, using online software allows you to file both your Federal and VT returns electronically for a minimal software use fee. Some taxpayers may be eligible to use the software for free.

Go to <http://tax.vermont.gov> for more information.



PAPER-FILED RETURNS

- Sign all returns as required.
- Enclose all required supporting documents.
- Staple W-2s, 1099s, returns, supporting documents to the lower left front of the first form. Please use only one staple.
- Affix appropriate postage to envelope. **NOTE:** More than five pieces of paper may require extra postage. Ask your post office to weigh the envelope to be sure it is not returned to you for postage due.
- If you do not have a pre-addressed, color-printed envelope, mail to:

TAX DUE RETURNS

VT Department of Taxes

PO Box 1779

Montpelier, VT 05601-1779

(see payment options on page 4)

REFUND & NO TAX DUE RETURNS

VT Department of Taxes

PO Box 1881

Montpelier, VT 05601-1881

THE LABEL

Using the mailing label on this booklet speeds processing and prevents errors that may delay your refund. The 9-digit number printed on the label above your name is your VT tax ID number. You must print your Social Security number(s) in the space provided on each form. Forms filed without the Social Security number(s) cannot be processed. Forms HS-122 and PR-141 also have a "place label here" screening because they can be filed without an income tax form. If you are filing an income tax form with one of these forms, **place the label on the income tax form and then print your Social Security number, name, and address on the other form.**

Corrections to label information: Place the label on the form and print your Social Security number(s) on the form. Cross out the incorrect information and print the correct information on the label in blue or black ink. Add missing information such as apartment number, spouse name, Jr. or Sr. suffix. Remember to print your correct information on all other forms being filed. **NOTE:** If the label shows both spouses' names and you are filing separately, do not use the label. You will need to print your information on all forms being filed.

Didn't receive a label? You will need to print your information on all forms being filed.

GENERAL INCOME TAX INFORMATION

REQUIREMENT TO FILE A 2007 VT INCOME TAX RETURN

A 2007 VT income tax return must be filed by a Full-Year or Part-Year VT resident or a Nonresident if:

- You are required to file a 2007 Federal income tax return, and
- You earned or received \$100 or more in VT income, or
- You earned gross income of \$1,000+ from sources on page 5.

USE WHOLE DOLLARS

Round entries to the nearest whole dollar. The cents entry boxes are preprinted with zeros. To round: 1 cent to 49 cents, enter the existing dollar amount (*Example:* enter \$97.49 as \$97). For 50 cents to 99 cents, enter the next higher dollar amount (*Example:* \$97.50 as \$98).

REQUESTS FOR ADDITIONAL INFORMATION

You may be asked to supply additional information to clarify items on your VT return. Such a request does not necessarily mean that you filed improperly or that your return has been selected for an audit. These requests are a routine part of processing returns.

INCOMPLETE RETURNS

If necessary information is missing, the return may be processed but the credit, adjustment, or benefit denied. This may result in a reduced refund or a bill. You will have an opportunity to supply the information. In some instances, incomplete forms may be returned to you.

TIMELY FILING

A return mailed through the U.S. Post Office is considered timely if received at the Department within 3 business days of the due date. Electronic filing or bringing the return to the Department in person requires the return be received by the Department on or before the due date to be timely.

INCOME TAX DUE DATE

On or before April 15, 2008. See below for information on extension of time to file.

EXTENSION OF TIME TO FILE YOUR VT INCOME TAX RETURN

To receive a six-month extension of time to file the income tax return, file VT Form IN-151 on or before April 15, 2008. An extension only allows more time to file the income tax return. It does not extend the due date for tax payment. Interest and penalty accrue on tax due from April 16 to the receipt of payment.

NOTE: An extension to file an income tax return does not apply to Forms HS-122 or PR-141.

LATE FILED INCOME TAX RETURNS

Returns without an extension of time may be filed up to 60 days after April 15, 2008 **without** a late file penalty charge. Returns not on extension that are filed on the 61st day after April 15, 2008 or later are charged a \$50 late file penalty. Extended returns filed on or before the extended due date are not charged a late file penalty. However, extended returns filed one or more days after the extended due date are charged a \$50 late file penalty. **NOTE:** The late file penalty applies even if the return results in a refund or no tax due. If any tax is due, late payment penalty and interest charges also apply.

INCOME TAX DUE

Income tax due on returns must be paid by April 15 to avoid interest and late pay penalty charges. See *Payment Options*. If the tax due is \$500 or more, see *Estimated Income Tax Payments* section.

INTEREST AND LATE PAY PENALTY

Tax paid after April 15, 2008 accrues interest and late pay penalty charges on the unpaid tax amount from April 16, 2008 until the date of payment. Interest is 0.8% per month. Penalty is 1% per month, up to 25% of the unpaid tax.

ESTIMATED INCOME TAX PAYMENTS

Who Must Make Payments: Estimated income tax payments apply to every individual (except farmers and fishermen as defined by

NOTE: Making estimated payments is particularly important for recipients of income without withholding, VT residents working in another state, or non-VT residents working in VT.

the laws of the United States) when the income tax exceeds the withholding and tax credits, such as income with no withholding or insufficient withholding.


Amount of Estimated Payments: If the taxes withheld from your income are less than your income tax (reduced by any allowable credits), you may need to make estimated tax payments in four equal installments. Estimated payments (together with withholding and credits) must equal 100% of last year's income tax or 90% of this year's income tax. Otherwise, you will be billed interest and penalty on the difference between the payment that should have been made each quarter and the payment actually made.

NOTE: No interest and penalty will be assessed if your income tax from Line 26 of the VT income tax form, less withholding and credits, is less than \$500 for the taxable year. *Examples:* (1) Your tax last year was \$800. This year it is \$1200. You have no withholding, but make four timely estimated payments of \$150 each. Estimated payments of \$600 and \$0 withholding do not equal either last year's tax or 90% of this year's tax. The tax due (Line 26 less withholding and credits) is more than \$500. Each estimated payment should have been \$200. You owe interest and penalty on \$50 underpayment each quarter. The penalty and interest accrues on the \$50 from the due date of each quarter to the date the tax is paid. (2) Your tax last year was \$800. This year it is \$400. You had withholding of \$100, but made no estimated payments. Your total withholding of \$100 and \$0 estimated payments do not equal either last year's tax or 90% of this year's tax. However, your tax (Line 26 less withholding and credits) is less than \$500 so no interest or penalty will be assessed. (3) Your tax last year was \$800. This year it is \$1500. You have withholding of \$400 and make four timely estimated payments of \$100 each. Your total withholding and timely estimated payments equal \$800, which is 100% of last year's tax. No interest or penalty will be assessed. (4) Your tax last year was \$800. This year it is \$600. You had withholding of \$110, but made no estimated payments. Your \$110 in withholding does not equal either last year's tax or 90% of this year's tax. However, your tax (Line 26), less withholding and credits, is less than \$500 (\$600 - \$110). No interest or penalty will be assessed. (5) Your tax last year was \$800. This year it is \$1000. You had withholding of \$300, but made no estimated payments. You owe \$600 tax at filing. The \$300 withholding is less than last year's tax or 90% of this year's tax. Each estimated payment should have been \$200. There is a \$125 underpayment for each quarter with penalty and interest accruing from the due date of each quarter to the date the tax is paid. (6) Your tax last year was \$800. This year it is \$1000. You had withholding of \$300 and made one estimated payment of \$800 in December. Each estimated payment should have been a minimum of \$200. Your withholding covered \$75 (\$300/4) of the installment. You owe interest and penalty on the difference between \$200 installment due and \$75 paid through withholding for the April, June and September due dates.

Penalty & Interest Charges: The underpayment in each quarter is assessed from the estimated payment due date to the date the tax is paid:

- Interest of 0.8% per month.
- Penalty of 1% per month.

Calculating the Charges: Use VT Worksheet IN-152 to calculate the amount. Enter the result on Form IN-111, Section 9, Line 36, and include the amount with your tax payment. Payment at the time of filing may reduce the charges as they accrue up to the time of payment. If you have an overpayment but owe underpayment charges, the charges are subtracted from the overpayment. **NOTE:** If you annualize for Federal estimated tax payments, use VT Worksheet IN-152A.

 **NOTE:** The IN-152 and IN-152A worksheets are available on our web site at <http://tax.vermont.gov> and do the math for you.

Exceptions to Charges: (1) Taxpayers with occupations as farmers or fishermen are not required to make estimated payments. If you are billed, contact the Department to have the bill adjusted. (2) Taxpayers using the annualized method for Federal estimated payments should use IN-152A to

calculate applicable interest and penalty and send a copy of the Federal Form 2210 with supporting pages to the Department.

Next Year: If you owed more than \$500 tax this year or you made estimated payments for tax year 2007, the Department automatically sends you VT Form IN-114 voucher booklet for 2008 tax year. Estimated payments are due April 15, June 15, and September 15, 2008 and January 15, 2009. To assure you do not owe more than \$500 tax next year, you may wish to adjust your withholding, or make estimated payments, or a combination of both.

OFFSETS OF YOUR INCOME REFUND

VT law allows a claim against your income tax refund for unpaid bills due to the VT Department of Taxes and other government agencies by you or your spouse. Other agencies include Internal Revenue Service, Office of Child Support, Department of Corrections, VT courts, student loan agencies, and VT State Colleges. You will receive notification if your refund is offset.

INJURED SPOUSE CLAIMS

Does your spouse or civil union partner owe money to a VT state or Federal agency and you file a joint tax return? The entire income refund may be used to pay the bill. If your spouse is responsible for the bill, and you are not, you need to file an "injured spouse" claim for your portion of the refund.

You may receive the portion of the income tax refund equal to the percentage of your income to the combined income of you and your spouse or civil union partner.

To make an "injured spouse" claim, send in an envelope separate from your return (1) the request letter; (2) copy of Federal Form 8379 (if you filed one with the IRS); (3) if self-employed, copy of Federal income tax return with Schedules C and SE to: VT Department of Taxes, ATTN: Injured Spouse Unit, PO Box 1645, Montpelier VT 05601-1645. Electronic filers must also send copies of statement of income such as W-2, 1099, etc.

➔ You will receive a notice from the Department if the income tax refund is offset. You have 30 days from the date on the notice to submit the injured spouse claim to the Department.

PAYMENT OPTIONS

ACH Debit for Electronic Filers: You can pay your tax at the same time you electronically file your income tax return or you can schedule a payment date.

By Credit Card: Go to <http://tax.vermont.gov> to use **VTPay**. A convenience fee applies to payments over \$200.

By Check: Make checks payable to **VT Department of Taxes**

- Check sent with Return: Staple the check to the IN-111 with the W-2s and 1099s to the lower left front of the return. The IN-116 payment voucher is NOT needed.
- Check sent separate from Return: Complete Form IN-116, Payment Voucher. Send voucher and check to the address for tax due returns on page 3.

FINANCIAL DIFFICULTIES

If you cannot pay your entire VT income tax liability with the return, file the return on time and pay as much as you can. Then immediately write to the Department to apply for a payment plan. Do not include this request with your return. Send the request to: VT Department of Taxes, ATTN: Compliance, PO Box 429, Montpelier, VT 05601-0429.

You may be asked for financial information to determine the appropriate installment payments. Without a payment plan, unpaid income tax results in collection action that may include placement with a commercial collection agency, liens on your property, legal action, or loss or suspension of a professional license.

NET OPERATING LOSSES

No VT refund is available for a carryback. The VT carryback or carryforward election for a net operating loss must be the same as elected for Federal purposes.

CLAIMING A VT REFUND

You must file a VT income tax return to receive a refund of VT withholding or estimated payments. You have up to 3 years from the due date of that tax year's return. *Example:* You did not file a return for tax year 2004 and now find that you are due a refund. You file the 2004 return on August 10, 2008. Tax year 2004 return was due April 15, 2005. The last time you could file and get a refund for the 2004 return was April 15, 2008. You filed after the three year date and no refund is available.

AMENDING OR CORRECTING VT INCOME TAX RETURN INFORMATION

You are required by VT law to file an amended VT return within 60 days of knowledge of the change to VT income, or 60 days from receipt of your notice of the change by the IRS or filing an amended return with the IRS. A late file penalty will be assessed if the amended VT return is not filed within the 60 days.

- **Change to VT income** An amended return is due even if the change is not the result of filing an amended Federal income tax return or an adjustment made by the Internal Revenue Service. For example, a nonresident or part-year resident may discover the amount of income taxable to VT is different from the amount originally reported.

- **Change of Federal tax information by IRS** Filing an amended VT return is required within 60 days of notification by the Internal Revenue Service. If the IRS adjusted your Federal taxable income, capital gains amount, earned income tax credit, the Federal tax credits passed through to VT tax, or any other change that affects your VT tax, you must file an amended VT income tax return within 60 days. Attach a copy of all Federal forms showing changes to the VT amended return. The IRS and VT Department of Taxes routinely share information. Differences in the information on file with the IRS and the VT Department of Taxes, other than those allowed by VT law, are identified and may be audited.

- **Filing an amended Federal tax return** Filing an amended VT return is required within 60 days of filing an amended return with the Internal Revenue Service if VT income is affected.

FORM FOR AMENDING VT INCOME TAX RETURN:

☒ Check the Amended box on Form IN-111, Section 1 for the applicable tax year. Enter the correct figures as if this were the original filing. Below Section 9, use the amended box to enter the amount originally refunded or paid to arrive at the amount of tax due or amount of refund.

VT INCOME TAX DEFINITIONS

Adjusted Gross Income or AGI means adjusted gross income on the Federal income tax return filed or on the recomputed Federal income tax return.

Adjusted VT Income Tax means the VT tax calculated on VT Taxable Income as adjusted by certain additions, subtractions, and provisions for exempted income.

Adjustments to VT Income Tax are (1) Additions: 24% of the Federal tax on Qualified Retirement Plans including IRA, MSA and other tax favored accounts; Recapture of Federal Investment Tax Credit; and Federal tax on qualified lump-sum distributions from Federal Form 4972; plus any VT tax credit recapture. (2) Subtractions: 24% of the Federal tax credits for Child and Dependent Care Expenses (unless qualified for Low-Income Child & Dependent Care Credit); Credit for Elderly or Disabled; Investment Tax Credit; and VT Farm Income Averaging Credit. (3) Percentage reduction of

VT tax for VT exempt income and/or ratio of VT income to non-VT income from Form IN-113.

Domicile is the place where you have your permanent home. Establishing a domicile depends on factors such as the location of residences owned or rented, the amount of time spent at the residences, the location of items considered of sentimental or financial value, how and where one's living is earned, an investment in a business or profession in this state, place of voter registration, state issuing driver's license and automobile registration, and the residence of the taxpayer's immediate family. No one factor is conclusive.

You can have only one domicile. Your domicile does not change unless you move to a new location with the intent to make it your permanent home. If you move to a new location but only intend to stay a limited time, your domicile does not change. For more information, see Department Regulation 1.5811.

Nonresident means, for purposes of income tax, an individual who is neither domiciled in VT nor maintained a permanent place of abode in VT where the individual was present for more than 183 days of the taxable year.

Part-Year Resident means, for purposes of income tax, an individual who meets the criteria for Residency during a portion of the taxable year.

Recomputed Federal Income Tax Return means a Federal income tax return prepared for VT purposes only. It will use the filing status for VT and the IRS rules for the VT only filing status. The recomputed return provides the amounts for entries on the VT return that require Federal line information. See *Filing Status* instructions.

Resident means, for purposes of income tax, an individual who meets the criteria for Residency.

Residency means, for purposes of income tax, an individual who in that portion of the taxable year (1) is domiciled in VT; or (2) maintains a permanent place of abode and is present in VT for more than a combined total of 183 days of the taxable year.

Taxable Year means the calendar year. Call the Department if you are a fiscal year filer.

VT Income of Residents means the Adjusted Gross Income of a Resident less the following:

- Income exempted from state taxation under the laws of the United States
- Certain military pay (see page 44)
- Payment by the State of VT to a family for the support of an eligible person with a developmental disability as defined by section 8722(2) of Title 18 of VT Statutes Annotated when included in Federal adjusted gross income (see page 44)
- Wages received under Federal incentive work programs if wages are required as part of Federal adjusted gross income under Section 280C of the Internal Revenue Code (see page 44)
- Railroad Retirement Income Tier I and Tier II (see page 44)
- Expenditures or expenses incurred on VT property to meet the Americans with Disabilities Act (see page 44)
- Nonresident commercial film income (see page 44)
- VT Telecommunication Authority bond interest (see page 44)

VT Income of Nonresidents means the sum of the following items to the extent the items are required to be included in Federal adjusted gross income:

- Rents and royalties from ownership of property located in VT
- Gains from the sale or exchange of VT property, including the sale of timber or timber rights
- Wages, salaries, commissions, or other income received for services performed in VT. Excluded from VT tax are certain military

pay (see page 44) and income received for a dramatic performance in a commercial film to the extent such income would be excluded from personal income tax in the state of residence

- Income from every business, trade, profession, or occupation conducted in VT, including money received (1) under an agreement not to compete with a business operation in VT, (2) for goodwill associated with the sale of a VT business, or (3) for contractual services associated with the sale of a VT business unless it is shown that the compensation for services does not constitute income from the sale of the business
- VT income previously deferred under a nonqualified deferred compensation plan and income derived from such previously deferred income
- Lottery winnings from ticket(s) purchased in VT for VT Lottery, Tri-State Lottery, or PowerBall

Not included in VT income for a nonresident is income from activities necessary to create or maintain a worldwide web page or Internet site. For more information, go to <http://tax.vermont.gov>

VT Income of Part-Year Residents means any income described in *VT Income of Nonresidents* and all items earned or received during the period of VT residency described in *VT Income of Residents*.

VT Taxable Income means Federal taxable income with (1) the addition of interest, dividends or other distributions from non-VT state and local obligations to the extent this income is excluded from Federal adjusted gross income, and the capital gain deferral in a previous year for investment in a qualified business upon disposition of the taxpayer's interest in the business; and (2) subtraction of interest income from U.S. government obligations to the extent such income is included in Federal adjusted gross income, and 40% of adjusted net capital gains as defined by I.R.C. §1(h).



INCOME FORM INSTRUCTIONS

FORM IN-111 VT INCOME TAX RETURN

Do not make marks in boxes [or on lines] that you intend to leave blank.

Section 1 Taxpayer Information **REQUIRED entries.** If you have a label, place on the income tax return in the "Place Label Here" space and enter Social Security Number(s). Otherwise, print your name(s), address and Social Security number(s) on the return.

Amended Return ☒ Check here **ONLY** if you are filing an **AMENDED 2007** income tax return. See **AMENDING AND CORRECTING VT RETURN INFORMATION** on page 5.

Deceased Taxpayer ☒ Check the applicable box if the taxpayer or spouse/civil union partner died during 2007. **Administrator or Executor:** Use Form IN-111 to report the decedent's income from the beginning of 2007 to the time of death. To claim an income tax refund on behalf of the deceased, attach one of the following documents to Form IN-111: the court certificate showing your appointment as administrator or executor (this is not needed if you are a surviving spouse); a completed VT Form 176 (Statement of Claimant to Refund Due on Behalf of Deceased Taxpayer), or a copy of completed Federal Form 1310. Form FI-161, VT Fiduciary Return of Income, should be filed to report the income of an estate or trust. Call (802) 828-2548 for information.

Line 1 VT School District Code: **REQUIRED entry.**

See page 13 of this booklet for school district codes.

VT Residents: Use the 3-digit school district code for your residence on December 31, 2007.

Nonresidents: Enter 999 as your school district code.

Line 2 City/Town of Legal Residence **REQUIRED entry.** Enter your legal residence as of December 31, 2007. If you live where there is both a city and town with the same name, specify city or town. *For example:* Rutland City or Rutland Town.

Section 2 Tax Filing Information

Filing Status **REQUIRED entry.** ☒ Check your VT filing status box. The VT filing status is the same as your Federal filing status **except for the following two situations that require recomputing Federal information for VT purposes:**

- **CIVIL UNION** (available to same sex couples holding a valid civil union or marriage license): **Recomputed Federal income tax information required.** Use the applicable VT filing status of Civil Union Filing Jointly or Civil Union Filing Separately. Complete (for VT purposes only) a Federal return using the exemptions, deductions and rules allowed by the IRS for Married Filing Jointly or Married Filing Separately. Exemptions and deductions must be reasonably allocated if filing separately. For instance, one taxpayer cannot claim all exemptions and deductions. Mark this return as "**Recomputed for VT purposes**" and attach a copy of the recomputed return along with a copy of the Federal return actually filed with the IRS. Use the recomputed Federal return information where VT forms require Federal information. If filing as Civil Union Filing Separately, enter the other person's name and Social Security number in the space provided in Section 2 at Line 7. Because VT and IRS routinely share information, using the civil union status alerts the Department to expect differences between the IRS filing and VT filing.

- **NON-VT RESIDENT SPOUSE WITH NO VT INCOME:** **Recomputed Federal income tax information required.** If your spouse is a nonresident of VT and has no VT income, you can file Married Filing Separately for VT income tax purposes even though you filed jointly with the Internal Revenue Service. Complete (for VT purposes only) a Federal return using the exemptions, deductions and rules allowed by the IRS as if you filed Married Filing Separately. Exemptions and deductions must be reasonably allocated if filing separately. For instance, one taxpayer cannot claim all exemptions and deductions. Mark this return as "**Recomputed for VT purposes**" and attach a copy of the recomputed return along with a copy of the Federal return actually filed with the IRS. Use the recomputed Federal return information where VT forms require Federal information. Enter your spouse's name and Social Security number in the space provided in Section 2 at Line 7.

Line 9 Exemptions Enter the number of exemptions claimed on your Federal return or your Recomputed Federal return.

NOTE: Federal Forms 1040EZ and 1040NR-EZ only, enter zero if you are claimed as a dependent by another taxpayer in 2007. Enter 1 if you are Single. Enter 2 if you are Married Filing Jointly or Civil Union Filing Jointly.

Line 10 Adjusted Gross Income Enter the amount from your Federal return or, if applicable, from the Recomputed Federal return.

Section 3 Taxable Income

Line 11 Federal Taxable Income Enter the amount from your Federal return or, if applicable, from the Recomputed Federal return.

Additions to Federal Taxable Income

Line 12 Income from Non-VT State and Local Obligations is taxed in VT. Complete Form IN-112, VT Schedule A, Part I to calculate the non-VT amount. Nonresident taxpayers - use Line 15 on Form IN-113 to adjust for non-VT state and local obligations added to Federal Taxable Income.

Bonus Depreciation taken at the Federal level for S Corporation, LLC, LLP, or Partnership passes through to the individual taxpayer.

Use the School District Code and town of your legal residence. This may be different from your mailing address.

NOTE: If Federal Taxable Income is zero and you have an entry on Line 12 for non-VT state and local obligations, calculate the loss amount. For Federal Form 1040, subtract Line 42 from Line 41. For Federal Form 1040A, subtract Line 26 from Line 25. For Federal Form 1040NR, contact the Department for line reference numbers. Enter result on Line 11. ☒ Check the box to the left of the entry box to show a loss amount.

Line 13 Federal Taxable Income with Additions Add Lines 11 and 12 and enter result. To show loss amount, ☒ check the box to the left of the entry box.

Subtractions from Federal Taxable Income

Line 14a Interest Income from U.S. Obligations Interest income from U.S. government obligations (such as U.S. Treasury Bonds, Bills, and Notes) is exempt from VT tax under the laws of the United States. Enter the amount of interest income from U.S. Obligations on this line to reduce your VT taxable income.

Interest income is exempt when received directly from the U.S. Treasury or from a trust, partnership, or mutual fund that invests in direct obligations of the U.S. government.

➔ Income from the sale of U.S. government obligations is taxable in VT. Income from repurchase agreements, securities of FNMA or GNMA or other investments that are not direct obligations of the U.S. government are also taxable. See Technical Bulletin 24 for more information.

Supporting Documentation Required: If you received over \$2,000 in U.S. government interest income, attach Federal Schedule B or other listing with amount and description. Summary information from a K-1, or just a statement "U.S. government securities" without further identification is not acceptable.

For \$2,000 or less in U.S. government interest, no attachments are required. However, you should obtain acceptable statements for your tax records in the event the Department requests such documentation.

Line 14b Capital Gains Deduction from VT Taxable Income from Long-Term Capital Gains If you used the Federal Qualified Dividends and Capital Gain Tax Worksheet to calculate your federal tax liability, enter the amount from Federal Form 1040, Line 13 or Federal Form 1040A, Line 10, or if applicable, from Recomputed Federal return.

Taxpayers using Federal Schedule D, complete the VT Capital Gains Worksheet.

VT CAPITAL GAINS WORKSHEET

For Lines A - C, enter amounts from Federal Schedule D.

- A. Smaller of Line 15 or 16 A. _____
 B. Line 18 B. _____
 C. Line 19 C. _____
 D. Add Lines B and C. If negative, enter zero D. _____
 E. Subtract Line D from Line A E. _____

For Lines F, G, I, and J, enter amounts from Federal Form 4952. If you did not file Form 4952, enter amount from Line E above on Line M below.

- F. Line 4g F. _____
 G. Line 4e G. _____
 H. Multiply Line F by Line G H. _____
 I. Line 4b I. _____
 J. Line 4e J. _____
 K. Add Lines I and J K. _____
 L. Divide Line H by Line K L. _____
 M. Subtract Line L from Line E.
Entry cannot be less than zero.
 Also enter on Form IN-111, Section 3, Line 14b . M. _____

Line 14c VT Capital Gains

Deduction Multiply the entry on Line 14b by 40% and enter result here. This line entry cannot be less than zero.

Line 14d Total Subtractions Add Lines 14a and 14c and enter result.

Line 15 VT Taxable Income Subtract Line 14d from Line 13 and enter amount. If Line 14d is larger than Line 13, enter zero. **EXCEPTION:** You have a loss on Line 11 and an entry on Line 12 and a loss on Line 13, subtract Line 14d from Line 13. ☒ Check the box to the left of the entry to show a loss, and enter that amount.

Section 4 VT Income Tax

Line 16 VT Income Tax from Tax Table or Tax Rate Schedule Using the VT Taxable Income amount from Line 15, calculate your VT tax using the applicable table or schedule and enter result.

- If Line 15 is a loss, tax is \$0.
- If Line 15 amount is less than \$75,000 - Use VT Tax Tables.
- If Line 15 amount is \$75,000 or more - Use VT Rate Schedules.

Line 17 Additions to VT Income Tax Complete VT Form IN-112, VT Schedule A, Part II. Additions to VT Income Tax are:

- recapture of a VT tax credit; or
- additional Federal tax on the following:
 - Qualified Retirement Plans including IRA & MSA
 - Recapture of Federal Investment Tax Credit
 - Federal Form 4972 Line 7 or 30

Line 18 VT Income Tax with Additions Add Lines 16 and 17 and enter result.

Line 19 Subtractions from VT Income Tax Complete VT Form IN-112, VT Schedule A, Part II if you filed Federally for:

- Credit for Child and Dependent Care Expenses (See page 9 for Low-Income Child and Dependent Care Credit.)
- Credit for the Elderly or the Disabled
- Investment Tax Credit (as defined in IRC Section 46)
- Farm Income Averaging Credit

Line 20 VT Income Tax Subtract Line 19 from Line 18 and enter result. If Line 19 is more than Line 18, enter zero.

Line 21 Income Tax Adjustment Enter 100.00% or percent from Form IN-113, Line 42. ➔ Entry of less than 100.00% requires filing Form IN-113.

Examples of income adjustment less than 100.00%:

- You were a nonresident or part-year resident in 2007.
- You received exempt income as defined under VT Income of Residents on page 5.
- You claimed wages or expenses required to be added back to AGI under IRC Sections 280C or 44.

Line 22 Adjusted VT Income Tax Multiply Line 20 by the percentage on Line 21. If Line 21 is 100.00%, Line 22 will be the same as Line 20.

Section 5 Credits and Use Tax

Line 23 Credit for Income Tax Paid To Other State or Canadian Province (FOR FULL-YEAR AND PART-YEAR RESIDENTS) Complete Form IN-112, VT Schedule B and enter result from Line 6. For more than one state or Canadian province, see IN-112, VT Schedule B instructions.

Line 24 VT Tax Credits Enter the amount from Form IN-112, Schedule D OR Form IN-119.

Line 25 Total VT Credits Add Lines 23 and 24 and enter result.

Line 26 VT Income Tax After Credits Subtract Line 25 from Line 22. If Line 25 is more than Line 22, enter zero.

Qualified Dividends reported for Federal purposes are not eligible for capital gains treatment for VT tax purposes.

Line 27 Use Tax (FOR FULL-YEAR AND PART-YEAR RESIDENTS) Use this line to report Use Tax except as noted below. Use Tax applies to purchases that are subject to sales tax on which sales tax has not been charged. This includes purchases from a mail-order house or catalog, over the Internet, from an out-of-state retailer, or from any retailer who did not charge sales tax. No Use Tax is due on purchases of food, clothing, prescriptions, or newspapers. Tax applies to most other products including, but not limited to, magazine subscriptions, computers, computer software, furniture, jewelry, audio, video and electronic equipment. *Examples:* In May 2007, you paid \$200 for software delivered through a download to your computer. The company charges no sales tax. You need to report \$12.00 Use Tax (\$200 x 6%). In July 2007, you paid \$100 for books purchased from a mail-order company that ships the books to your VT home. The company charges \$7.50 shipping. The company charges no sales tax. You owe \$6.45 Use Tax [(\$100 + \$7.50) x 6%].

You may use the Use Tax Reporting Table if you do not have receipts to calculate the actual Use Tax. The option to use the reporting table applies only to purchases less than \$1,000. **NOTE:** For each purchase with a total invoice amount of \$1,000 or more, you must calculate the use tax and, if also using the reporting table, add that amount to the tax from the table.

Because proof of tax payment is required to register an ATV, dirt bike, boat or snowmobile, use Form SU-452. Form SU-452 is available on the Department web site or by calling (802) 828-2515. For more information or assistance, call the Department at (802) 828-2551.

If you have no use tax to report, leave blank or enter zero.

USE TAX REPORTING TABLE

Adjusted Gross Income From IN-111, Line 10 is:

| At Least | Up To | Use Tax | At Least | Up To | Use Tax |
|----------|----------|---------|-------------------|----------|---------|
| \$10,000 | \$12,999 | \$ 4.00 | \$38,000 | \$39,999 | \$15.00 |
| 13,000 | 14,999 | 5.00 | 40,000 | 42,999 | 16.00 |
| 15,000 | 17,999 | 6.00 | 43,000 | 44,999 | 17.00 |
| 18,000 | 19,999 | 7.00 | 45,000 | 47,999 | 18.00 |
| 20,000 | 22,999 | 8.00 | 48,000 | 49,999 | 19.00 |
| 23,000 | 24,999 | 9.00 | 50,000 | 52,999 | 20.00 |
| 25,000 | 27,999 | 10.00 | 53,000 | 54,999 | 21.00 |
| 28,000 | 29,999 | 11.00 | 55,000 | 57,999 | 22.00 |
| 30,000 | 32,999 | 12.00 | 58,000 | 59,999 | 23.00 |
| 33,000 | 34,999 | 13.00 | 60,000 | 62,999 | 24.00 |
| 35,000 | 37,999 | 14.00 | 63,000 and more - | | |

Multiply IN-111 Line 10 by .0004

➔ If you use the Use Tax Reporting Table, the Department will not assess additional Use Tax unless the total invoice amount of the purchase is \$1,000 or more and is unreported.

➔ Use Tax on items purchased for a business must be reported on Forms SU-451 or SU-452 instead of this form. You cannot use the optional Use Tax Reporting Table.

Line 28 Total VT Taxes Add Lines 26 and 27 and enter result.

Section 6 Voluntary Contributions

Enter the amount on the line(s) for the fund(s) to which you wish to contribute. Your refund will be reduced, or your payment increased, by this amount.

➔ Your refund or payment must cover all contribution amounts or no contribution is made. *Example:* Your return calculations show a \$60 refund and you make a \$30 contribution - \$10 to each fund. Upon processing, the Department discovers a math error and your refund is now \$25. The refund is less than the \$30 contribution. You will receive the \$25 as an income tax refund and no contributions are made.

Line 29a VT Nongame Wildlife Fund Contribution

The Nongame Wildlife Fund was created to preserve VT's natural wildlife heritage for ourselves and our culture. Many species benefit from your gift, including loons, songbirds, frogs, turtles, bald eagles, butterflies, and peregrine falcons.

This is a convenient way to select wildlife for charitable giving. This gift is deductible on next year's Federal tax return as a charitable contribution. Thank you for caring and giving a "voice" to many of VT's rarest creatures.

To receive a loon decal and annual newsletter featuring projects sponsored by the Nongame Wildlife Fund, contact: Nongame and Natural Heritage Program, VT Fish & Wildlife Department, 103 South Main Street, Waterbury, VT 05671-0501 or call (802) 241-3700.

Line 29b Children's Trust Fund (VCTF) Contribution

This fund aims to improve the lives of children and youths by sponsoring programs such as parenting education classes, youth leadership programs, out-of-school time activities, mentoring programs and literacy projects. These programs work to prevent juvenile delinquency, child abuse, and other potential problems children and families face. Funds collected from 29B are distributed to VT community organizations. The programs are voluntary and open to the general public. All donations are tax-deductible. Information on VCTF's income and expenses is available on its web site in the newsletter financial update section.

To learn more, go to the VCTF web site at www.vtchildrenstrust.org or write to VCTF, 19 Marble Avenue, Burlington, VT 05401; or call (888) 475-5437.

Line 29c VT Campaign Fund Contribution

This fund makes finance grants to the campaigns of governor and lieutenant governor candidates. The Office of VT Secretary of State administers the revenues for the fund that come from your contributions, a portion of the fees for corporate and annual reports, and any penalties or fines for violations of campaign finance laws. For more information, go to its web site at www.sec.state.vt.us or write to Secretary of State, 109 State Street, Montpelier, VT 05609-1103 or call (802) 828-2363.

Section 7 Payments and Credits

Line 31a VT Income Tax Withheld

Enter the amount of VT income tax withheld. Attach the state copy of your W-2, Form 1099 or other payment statements to verify the amount. Failure to enter the withholding on this line and to attach the payment statement(s) will delay processing of your return and you will not receive credit for the withholding against your VT tax.

Nonresidents: Use Line 31e for tax withheld from a real estate sale; Use Line 31f for estimated taxes paid on your behalf by a business entity.

Line 31b 2007 Estimated Tax or Extension Payments Enter the amount of 2007 VT estimated income taxes you paid and/or the amount paid with VT Form IN-151, Extension of Time to File the 2007 return. Remember to include any 2006 VT refund credited towards 2007 taxes. Call (866) 828-2865 (toll-free in VT) or (802) 828-2865 (local or out-of-state) or go to our web site for the amount of 2007 tax payments the Department has on record.

Line 31c VT Earned Income Tax Credit (FOR FULL-YEAR AND PART-YEAR VT RESIDENTS) Enter the amount from Form IN-112, VT Schedule C. Attach the completed Form IN-112 to this form.

Line 31d Renter Rebate (FOR FULL-YEAR VT RESIDENTS ONLY) If you are filing the Renter Rebate Claim with the income tax return, enter the renter rebate amount from Form PR-141, Line 9.

To get credit for your VT withholding, you must enter the amount on Line 31a.

Line 31e VT Real Estate Withholding (NONRESIDENTS ONLY) If you sold real estate in VT during 2007 and the buyer withheld VT income tax from the sales price, enter the amount withheld shown on Form RW-171, VT Withholding Tax Return for Transfer of Real Property, Schedule A, Line 12. Include a copy of the first two pages of your Federal income tax return and any Federal schedule that documents the income or loss from the VT sale.

For installment sales: You must report the balance of your gain to VT on future returns or elect to pay VT 6% tax on the entire gain in the year of the sale. If you choose the 6% tax, include a letter with the return asking for the **"6% Tax Elect Out for VT Purposes"**, attach a copy of Federal Form 6252, and do not include the gain from the sale on Form IN-113, Line 7. Call (802) 828-2776 if you need assistance completing this portion of the VT return.

Line 31f Business Entity Payments for Nonresident Partner, Member, or Shareholder (NONRESIDENTS ONLY) Enter the estimated income tax payments made on your behalf by a partnership, limited liability company, or S corporation toward your 2007 VT income tax. If you need to check with the entity on these payments, mention that the entity makes these payments on VT Form WH-435. If the payments exceed your VT income tax liability, you may be entitled to a refund. Title 32 V.S.A. §§5914 and 5920 allow the entity, at its option, to recover any excess payment from you. Call (802) 828-5723 if you need information on WH-435 payments. See Technical Bulletins 5 & 6.

Line 31g Low Income Child & Dependent Care Credit (FULL YEAR VT RESIDENTS ONLY) Eligible taxpayers receive 50% of the Federal Child and Dependent Care Credit as a VT income tax credit instead of the 24% credit on Form IN-112. Taxpayers must meet the following requirements:

- Income of
 - less than \$30,000 Federal Adjusted Gross Income for taxpayers filing as Single, Head of Household, Married Filing Separately, Civil Union Filing Separately, or,
 - less than \$40,000 Federal Adjusted Gross Income for taxpayers filing as Married Filing Jointly, Civil Union Filing Jointly, Qualified Widow(er)

and

- Care in 2007 provided by a home or facility accredited by the VT Agency of Human Services. Include a copy of your Federal Form 2441. To determine if your care provider is accredited, go to the Department's web site at <http://tax.vermont.gov> or call (800) 540-7942.

➔ If your Federal tax credit is based on care provided by accredited and non-accredited providers, complete the Low Income Child & Dependent Care Worksheet to determine whether using 24% of the full Federal credit or 50% of the accredited care is best for you. **NOTE: You cannot take both credits.**

| LOW INCOME CHILD & DEPENDENT CARE WORKSHEET | | | |
|---|----|--|--|
| 1. Accredited care provider amount..... | 1. | | |
| 2. Total care amount | 2. | | |
| 3. Divide Line 1 by Line 2 | 3. | | |
| <div style="display: flex; justify-content: space-between;"> <div> \$ _____ x _____ = \$ _____ Federal Credit Line 3 above Eligible Credit (1040, Line 47; 1040A, Line 29) </div> <div> x 50% = \$ _____ Low Income Credit IN-111, Section 7, Line 31g. </div> </div> | | | |
| <p><i>You may wish to also calculate your VT tax credit using 24% of the full Federal credit and compare to the credit calculated on this worksheet to determine which credit is best for you. You cannot take both credits.</i></p> | | | |

Line 31h Total Payments and Credits Add Lines 31a through 31g and enter result.

Section 8 Refund

Line 32 Overpayment If Line 30 is less than Line 31h, you have a refund. Subtract Line 30 from Line 31h and enter result here. This is the amount your payments and credits exceed your income tax, use tax and voluntary contribution entries.

Line 33a Credit to 2008 Estimated Tax Payment Enter the amount of refund from Line 32 you want credited toward your 2008 income tax. Your income refund will be reduced by this amount.

❗

The Renter Rebate from Line 31d can only be refunded or used to pay 2007 VT tax. It cannot be applied to 2008 income taxes.

Line 33b Credit to 2008 Homestead Property Tax Bill If you filed a 2008 VT Homestead Declaration on Form HS-122 and you filed the 2007 income tax return on or before September 2, 2008, you may elect to use all or part of your refund to pay your homestead property tax bill. Your income refund will be reduced by this amount. The State refund amount sent to your municipality will include an additional 1%.

Line 34 Refund Amount Subtract Lines 33a and 33b from Line 32 and enter the result. This is the amount of your refund.

Section 9 Amount You Owe

Line 35 If Line 30 is more than Line 31h, this is the amount you owe. Subtract Line 31h from Line 30 and enter result.

Line 36 Interest and Penalty on Underpayment of or Failure to Make Estimated Tax Payments Paying charges at the time of filing may reduce the amount of charges that would be billed later. Use Worksheet IN-152 or IN-152A, available on our website, to calculate the charges. The paper worksheets can be obtained by calling (802) 828-2515. If you have a refund, the interest and penalty will be deducted. See page 3 for more information and examples.

Worksheet IN-152A calculates penalty and interest for taxpayers who annualize their income.

Line 37 Total Add Lines 35 and 36. Enter amount. This is the amount you owe. See *Payment Options* on page 4. If you are unable to pay all your taxes and want to request a payment plan, see page 4.

Section 10 Signature

Signature REQUIRED entry. Sign the return in the space provided. If filing this form jointly, both filers must sign.

Date Write the date on which the form was signed.

Occupation Enter your occupation. If filing jointly, enter both filers' occupations.

Age ☒ Check this box at the applicable signature line if age 65 or older on December 31, 2007.

Disclosure Authorization If you wish to give the Department authorization to discuss your 2007 VT income tax return with your tax preparer, ☒ check this box and include the preparer's name.

Preparer If you employed a paid preparer, he/she must sign the form. The preparer must enter his/her Social Security number or PTIN and, if the preparer is employed by a business, the EIN of the business. If someone other than the filer(s) prepared the return without charging a fee, that signature is optional.

FORM IN-112 VT TAX ADJUSTMENTS and CREDITS

Print your name and Social Security number on this form. Use blue or black ink to make all entries.

VT Schedule A Adjustments to Income or VT Tax

INTEREST, DIVIDEND AND OTHER DISTRIBUTION INCOME FROM NON-VT STATE AND LOCAL OBLIGATIONS ARE TAXABLE IN VT. A VT obligation is one from the State of VT or a VT municipality.

Part I Income from State and Local Obligations

Line 1 Enter the total interest, dividend and distribution income received from all state and local obligations exempted from Federal tax.

Line 2 Enter the interest, dividend and distribution income from VT obligations. This may have been paid directly to you or through a mutual fund or other legal entity that invests in VT state and local obligations. If you receive this income from a mutual fund that has only a portion of its assets invested in VT state and local obligations, enter only the VT obligation amount.

Line 3 Subtract Line 2 from Line 1. Enter result and enter on Form IN-111, Section 3, Line 12. This is the amount of interest, dividend and distribution income from state and local obligations that must be included in VT Taxable Income. ➔ If Line 2 is more than Line 1 on Form IN-112, enter 0 and also on Form IN-111, Section 3, Line 12.

Part II Adjustments to VT Income Tax

If you file Federal Form 1040NR, contact the Department for line references.

Additions to VT Tax

Line 4 Tax on Qualified Plans and tax favored accounts. Enter the amount from Federal Form 1040, Line 60.

Line 5 Recapture of Federal Investment Tax Credit from Federal Form 4255.

Line 6 Tax on lump sum distributions from Federal Form 4972, Line 7 or 30.

Line 7 Add Lines 4 through 6 and enter result.


Line 8 Multiply Line 7 by 24% and enter result.

Line 9 Recapture for VT tax credit(s). Contact the Department at 1-866-828-2865 (toll-free in VT) or (802) 828-2865 (local or out-of-state) for information on calculating the recapture amount.

Line 10 Add Line 8 and Line 9 and enter result. Also enter on Form IN-111, Section 4, Line 17.

Subtractions from VT Tax

Line 11 Credit for Child and Dependent Care Expenses from Federal Form 1040, Line 47; 1040A, Line 29. STOP if you qualify for the Low Income Child and Dependent Care Credit on Form IN-111, Section 7, Line 31g. See page 9 for information. If your Federal tax credit is based on care provided by accredited and non-accredited providers, complete the Low Income Child & Dependent Care Worksheet on page 9 to determine whether the Low Income credit or 24% of the total Federal tax credit is more beneficial to you. You cannot take both credits.

 **NOTE:** This is NOT the Federal child tax credit.

Line 12 Credit for the Elderly or the Disabled from Federal Form 1040, Line 48 or Federal Form 1040A, Line 30.

Line 13 Investment Tax Credit as defined by IRS Section 46 and claimed on Federal Form 3468.

Line 14 VT Farm Income Averaging Credit This credit is available for farmers ONLY if Federal tax was calculated using Federal Schedule J. Complete the worksheet below.

VT FARM INCOME AVERAGING WORKSHEET

1. Calculate and enter here Federal income tax using Federal Schedule D, Federal Schedule D Worksheet, or Federal tax rate schedules as if Schedule J was not used. 1. \$ _____
less
2. Enter Federal tax from Federal Schedule J Line 22 2. \$ _____
3. Subtract Line 2 from Line 1. This is your VT Farm Income Averaging Credit. Enter the result on VT Form IN-112, Part II, Line 14. 3. \$ _____

Line 15 Add Lines 11 through 14 and enter result.

Line 16 Multiply Line 15 by 24% and enter result. Also enter on Form IN-111, Section 4, Line 19.

VT Schedule B Credit for Income Tax Paid to Other State or Canadian Province (FOR FULL-YEAR AND PART-YEAR VT RESIDENTS ONLY)

See Technical Bulletin 38 if you have capital gain, business income, or made adjustments to arrive at Federal Adjusted Gross Income.

Part-Year Residents - Go to our web site at <http://tax.vermont.gov> or contact the Department for information on how to file for income earned in another state while a VT resident.

Supporting Documents Required: Copy of 2007 tax return filed in the other state(s). For Canadian Province(s), a copy of 2007 provincial tax return filed, copy of Federal Form 1116 (Foreign Tax Credit), and if filed, Revenue Canada income tax return. ➔ Convert amounts on Canadian returns to U.S. dollars.

A credit may be allowed against VT 2007 income tax on income tax paid in this tax year to another state or Canadian province on income taxed by both VT and the other taxing jurisdiction. The credit does not include city or county taxes. Credit for Canadian provincial income tax excludes the portion used as a foreign tax credit on Federal Form 1040.

More Than One State or Canadian Province?

- Complete a VT Schedule B for each state or Canadian province. Do not combine the income and credit of all states or Canadian provinces on one IN-112.
- Add Line 6 from each VT Schedule B to get the tax credit entry on Form IN-111, Section 5, Line 23.
- Attach all VT Schedules B and a copy of each state or Canadian provincial income tax return to your VT income tax return.

Line 1a Enter your adjusted gross income from sources outside VT in 2007. Include only income that is taxed by VT and also taxed by another state or Canadian province.

Line 1b The capital gain on Line 1a cannot be greater than capital gain on Federal Form 1040, Lines 13 and/or 14. The 40% capital gain exclusion is limited to the long term capital gain reported on Federal Form 1040, Line 13.

Line 1c Subtract Line 1b from Line 1a and enter result.

Line 2a Enter the adjusted gross income from VT Form IN-111, Line 10.

Line 2b Enter Capital Gains exclusion from VT Form IN-111, Line 14c.

Line 2c Subtract Line 2b from Line 2a and enter result.

Line 3 Enter the VT Income Tax from Form IN-111, Section 4, Line 20.

Line 4 Divide Line 1c by Line 2c; then multiply the answer by Line 3, and enter result. This is the amount of VT tax that would have been due on the income taxed in another state or Canadian province.

Line 5 Enter the amount of 2007 tax year income tax paid to the other state or Canadian province on the income reported on Line 1c of this schedule. ➡ County and city income taxes, and assessments made by the other state or Canadian province that are not an income tax cannot be included. Use only the income tax paid; withholding is not the income tax liability.

Line 6 Enter the lesser of Line 4 or Line 5. This is the allowable tax credit. Enter this amount on Form IN-111, Section 5, Line 23.

VT Schedule C VT Earned Income Tax Credit (FOR FULL-YEAR AND PART-YEAR VT RESIDENTS ONLY)

Taxpayers Not Eligible for credit:

- Nonresidents of VT
- Those with filing status of Married Filing Separately or Civil Union Filing Separately.

Supporting Documents Required: Evidence of earned income such as W-2 or self-employment schedule(s). Part-Year Residents must also file Form IN-113.

Complete the Federal earned income tax credit worksheet before doing the VT schedule. A taxpayer must be allowed the Federal earned income tax credit to be eligible for the VT earned income tax credit. VT uses the Federal earned income tax credit definitions and rules.

➡ Eligibility questions A and B must be answered. The claim will be disallowed if the questions are not answered.

For Line 1 or Line 7: Use entry from Federal Form 1040, Line 66a; or Federal Form 1040A, Line 40a; or Federal Form 1040EZ, Line 8a.

Full-Year Residents Only

Line 1 Enter the amount of your Federal earned income tax credit.

Line 2 Multiply Line 1 by 32%. Enter the result and also enter on Form IN-111, Section 7, Line 31c. This is the VT earned income tax credit.

Part-Year Residents Only

Line 3 Enter the amount of wages, salaries, tips, etc. from Form IN-113, Schedule I, Line 1, Columns A and B respectively.

Line 4 Other earned income includes income from a business, partnership, or farm. Add the amounts on Form IN-113, Schedule I, Lines 6, 10, and 12, Columns A and B respectively.

Line 5, Column A Add Lines 3 and 4 in Column A and enter result.

Line 5, Column B Add Lines 3 and 4 in Column B and enter result.

Line 6 Divide Line 5, Column B by Line 5, Column A. Enter the result as a percentage carried out to two decimal places. This is the percentage of 2007 income earned in VT that is eligible for the VT earned income tax credit.

Example $\frac{\$1,200 \text{ (Line 5, Column B)}}{\$3,300 \text{ (Line 5, Column A)}} = .3636 \text{ or } 36.36\%$

NOTE: Adjustment can never be more than 100.00%.

Line 7 Enter the amount of your Federal earned income tax credit.

Line 8 Multiply Line 7 by 32% and enter result.

Line 9 Multiply Line 8 by Line 6. Enter the result and also enter on Form IN-111, Section 7, Line 31c. This is your VT earned income tax credit.

VT Schedule D VT Income Tax Credits

Line 1 VT Higher Education Investment Plan (VHEIP)

Supporting Document Required: Statement or certificate from VT Student Assistance Corporation or administrator of the investment plan.

You may be eligible for a tax credit on contributions made during calendar year 2007 to the VT Student Assistance Corporation higher education investment plan. The tax credit equals 10% of the first \$2,500 of

contributions per beneficiary. For jointly filed returns, each spouse can contribute to a beneficiary's account and each spouse may claim the credit for his or her contributions. Contributions made by another person not listed as the account owner (except spouses filing jointly) are not eligible for the credit.

Example: Canute and Olga, husband and wife, file a joint income tax return. Canute opens a VHEIP account for Junior, a grandchild, with a \$2,500 contribution in 2007. Canute also opens a VHEIP account for Sissy, a grandchild, with a \$1,000 contribution in 2007. Olga contributes \$1,000 to Junior's account and contributes \$3,000 to Sissy's account. The contributions may come from the spouses' joint bank account or their individual accounts. Because Canute and Olga file a joint income tax return, their contribution amount will be considered jointly. The total contributions for Junior are \$3,500 and for Sissy \$4,000. Because the total contributions for EACH grandchild did not exceed the maximum of \$5,000 eligible for the credit, Canute and Olga's joint credit is \$750 (10% of \$3,500 plus 10% of \$4,000).

Example: Ollie and Lena, husband and wife, file married separately income tax returns. Ollie opens a VHEIP account for Olaf, his son, with a \$2,500 contribution in 2007. Ollie also opens a VHEIP account for Freida, his daughter, with a \$1,000 contribution in 2007. Lena contributes \$1,000 to Olaf's account and \$3,000 to Freida's account. Ollie's tax credit is \$350 (10% of \$1,000 + 10% of \$2,500 max). Since Lena is not a named account holder, she cannot claim a credit.

Example: Briget opens an account for Arkin, her son. She contributes \$2,500 to the account in 2007. Uncle Jim also makes a \$1,000 contribution to Arkin's account. Briget's contribution provides a \$250 tax credit for her. Since Uncle Jim is not the owner of the account, he cannot claim a credit. If Uncle Jim opened an account for his nephew, he could claim the tax credit for the contribution.

For more information on the VT Higher Education Investment Plan, go to the VSAC website at www.vsac.org or call 1-800-637-5860 Monday through Friday, 8 a.m. to 8 p.m.

Taxpayers receiving tax credit for Lines 2, 4 & 5 through S corporations, LLCs, LLPs, or partnerships, complete a separate schedule for each entity.

Line 2 Angel Venture Capital Credit A taxpayer may earn a tax credit by investing a capital gain in an eligible venture capital business. The tax credit is equal to 3% of the capital gain income invested. For more information, go to Tax Credits on our web site at <http://tax.vermont.gov>

Line 3 Commercial Film Production A taxpayer may receive a credit against VT income tax if the taxpayer's state of residence also taxes income received from a dramatic performance in a commercial film production. The credit equals the difference between the income taxed at the VT tax rate and the income taxed at the other state's highest personal income tax rate.

Line 4 Charitable Housing A taxpayer making an investment in an eligible housing charity may receive a credit against VT income tax. The credit is the difference between the net income that would have been earned by the charitable threshold rate and the actual net income received, but not more than 3% of the average outstanding principal balance of the investment during the taxable year. The Commissioner of Housing and Community Affairs calculates the credit.

Line 5 Qualified Sale of Mobile Home Park A taxpayer may receive a credit against VT income tax equal to 7% of the taxpayer's gain subject to Federal income tax on a qualified sale of a mobile home park. A qualified sale means the sale is made to a group made up of a majority of the mobile home park tenants or to a nonprofit organization representing such group.

Credit exceeding the tax liability may be carried forward for up to three years.

Line 6 Total Credits Add entries from Lines 1-5 in Column C. Enter on Form IN-111, Line 24, unless you are claiming income tax credits on Form IN-119, then enter this amount on Form IN-119. To obtain Form IN-119 to claim credits for downtown building rehabilitation, Economic Advancement Incentive Tax Credits, or VT Seed Capital Fund, go to our web site at <http://tax.vermont.gov> or call (802) 828-2515.

FORM IN-113 INCOME ADJUSTMENT SCHEDULES

Supporting Documents Required: Copies of pages 1 and 2 of Federal income tax return and any Federal schedules reporting VT income or loss.

➔ If you recomputed the Federal return for VT purposes only, use the recomputed amounts.

➔ For Married Filing Separately or Civil Union Filing Separately, all income of the individual filing must be included in Column A – not just VT income. The adjustment schedule will exclude the non-VT income.

Residents: Use Schedule II to adjust for income exempt from VT income tax

Part-Year Residents and Nonresidents: Complete both Schedules I and II. A Part-Year Resident may, in some cases, be able to adjust VT income by both the VT percentage of income and credit for income tax paid to another state. The credit for income tax paid to the other state must be for income earned in VT while a VT resident. Go to our web site at <http://tax.vermont.gov> or contact the Department for information on how to file for income earned in another state while a VT resident. See pages 5 & 6 for a definition of nonresident and part-year VT income.

Schedule I (For Nonresident or Part-Year VT Resident)

Lines 1 - 15, Column A Enter the income for these categories of adjusted gross income as shown on your Federal income tax return.

NOTE: For Line 3A - Use amount from Federal Form 1040, Line 9a or Federal Form 1040A, Line 9a.

For Line 15A - Use amounts from Federal Form 1040, Lines 14 and 21. Nonresidents also use this line to adjust for non-VT state and local obligations.

Examples of other income: gambling winnings including lotteries, raffles or lump-sum payment from sale of right to receive future lottery annuity; jury duty fees; reimbursement this year for items itemized last year such as medical expenses, interest; income from rental of personal property; taxable distributions from Coverdell ESA or Qualified Tuition Plan, medical savings account or Archer MSA.

Lines 1 - 15, Column B Enter the VT portion of your Federal adjusted gross income that is included in adjusted gross income on your Federal income tax return. See page 5 for definition of VT income.

NOTE: For Line 3B - Use the amount of ordinary dividends received while a VT resident.

For Line 15B - Use the amount of other income received while a VT resident.

Line 17, Column A Enter the Federal adjustment for IRA deduction from Federal Form 1040, Line 32 or Federal Form 1040A, Line 17 and Keogh, SEP, or SIMPLE deduction from Federal Form 1040 Line 28.

Line 17, Column B Enter the VT portion. This is determined by using the percentage of VT earned income to the amount of earned income reported on the Federal return. *Example:* Charles moves to VT in July. His total Federal wages are \$20,000. Charles is a VT resident for six months. He earned \$10,000 in VT. The VT portion is 50% as he earned 50% of his

income in VT. Charles has an IRA deduction of \$1,000. The amount to enter in this column is 50% of \$1,000 or \$500. For a joint return, use the same allocation method, but do a separate calculation for each spouse.

Education Deductions

Line 18, Column A Enter the amount for Educator expenses from Federal Form 1040, Line 23 or Federal Form 1040A, Line 16; Student Loan Interest entered on Federal Form 1040, Line 33 or Federal Form 1040A, Line 18; Tuition and Fees from Federal Form 1040, Line 34 or Federal Form 1040A, Line 19.

Line 18, Column B Enter the portion of the Education Deductions paid while a VT resident.

Employee Deductions

Line 19, Column A Enter the amount of expenses for reservists, performing artists or fee-basis government officials from Federal Form 1040, Line 24.

Line 19, Column B Enter the portion of the Employee Deductions paid or incurred while a VT resident.

Self-Employment Deductions

Line 20, Column A Enter the combined amounts of self-employment tax from Federal Form 1040, Line 27, self-employed health insurance from Federal Form 1040, Line 29.

Line 20, Column B Enter the VT portion of these self-employment deductions. Entries are based on where tax or insurance was imposed.

Line 21, Column A Enter the amounts for Health Savings Account from Federal Form 1040, Line 25.

Line 21, Column B Enter the VT portion paid while a VT resident.

Line 22, Column A Enter the amount for moving expenses from Federal Form 1040, Line 26.

Line 22, Column B The VT portion for moving expenses are expenses incurred for a move into VT.

Line 23, Column A Enter the amount for penalty on early withdrawal of savings from Federal Form 1040, Line 30.

Line 23, Column B The VT portion of penalty on early withdrawal of savings is the penalty imposed during VT residency.

Line 24, Column A Enter the amount for Alimony from Federal Form 1040, Line 31a.

Line 24, Column B The VT portion is the alimony paid during VT residency.

Line 25, Column A Enter the amount for Domestic Production Activities from Federal Form 1040, Line 35.

Line 25, Column B If you used the Domestic Production Activities deduction, go to <http://tax.vermont.gov> or contact the Department for instructions on calculating the VT portion.

Line 26, Column A Deductions not listed but included on Federal Form 1040, Line 36 Enter deduction(s) to AGI that are included in the total on Federal Form 1040, Line 36. *Examples:* Archer MSA contribution from Form 8853, Line 7; jury duty pay given to your employer when the employer paid your salary while you served on the jury; See Federal instructions for Federal Form 1040, Line 36 for more information.

Line 26, Column B Enter the portion of the deductions paid or incurred during your VT residency.

Dates of VT Residency in 2007 Enter the dates you lived in VT in 2007.

Instructions continued on page 44

VT SCHOOL DISTRICT CODES

Homeowners: For Form IN-111, use the school district code where you owned and resided on December 31, 2007. For Form HS-122, use the school district code where you owned and resided on April 1, 2008.

Renters: Use the school district code where you lived on December 31, 2007. Check with your landlord or local school officials if you are not sure which code to use. Enter the school district code on Form IN-111 (if you are required to file that form) and PR-141.

Nonresidents: Enter **999** for the school district code on Form IN-111.

Definitions

HIP (Household Income Percentage) is the percentage of your household income you pay for homestead school property tax. You pay 1.8% for statewide school property tax. Any percentage above 1.8% means your town or school district authorized spending above the State per-pupil amount.

HEV (Homestead Exclusion Value) is the amount of school property tax at the homestead rate on \$15,000 assessed value.

\$200K Homestead is the amount of school property tax at the homestead rate on \$200,000 value.

| VT SCHOOL CODE | SCHOOL DISTRICT NAME | HIP HOUSEHOLD INCOME % | HEV EXEMPTION VALUE | HOMESTEAD SCHOOL TAX ON \$200K |
|----------------|----------------------|------------------------|---------------------|--------------------------------|
| 001 | ADDISON | 2.67% | \$194 | \$2,584 |
| 002 | ALBANY | 2.31% | \$167 | \$2,230 |
| 003 | ALBURGH | 2.48% | \$180 | \$2,396 |
| 004 | ANDOVER | 2.69% | \$195 | \$2,601 |
| 005 | ARLINGTON | 2.92% | \$212 | \$2,821 |
| 006 | ATHENS | 2.64% | \$191 | \$2,549 |
| 255 | AVERILL | 1.80% | \$131 | \$1,740 |
| 256 | AVERY'S GORE | 1.80% | \$131 | \$1,740 |
| 007 | BAKERSFIELD | 2.36% | \$171 | \$2,286 |
| 008 | BALTIMORE | 2.57% | \$186 | \$2,486 |
| 009 | BARNARD | 2.73% | \$198 | \$2,637 |
| 010 | BARNET | 2.76% | \$200 | \$2,666 |
| 011 | BARRE CITY | 1.96% | \$142 | \$1,896 |
| 012 | BARRE TOWN | 2.11% | \$153 | \$2,044 |
| 013 | BARTON | 2.41% | \$175 | \$2,331 |
| 014 | BELVIDERE | 3.13% | \$227 | \$3,028 |
| 015 | BENNINGTON | 2.38% | \$173 | \$2,303 |
| 016 | BENSON | 2.28% | \$165 | \$2,201 |
| 017 | BERKSHIRE | 2.12% | \$154 | \$2,050 |
| 018 | BERLIN | 2.68% | \$194 | \$2,593 |
| 019 | BETHEL | 3.07% | \$223 | \$2,970 |
| 020 | BLOOMFIELD | 2.01% | \$146 | \$1,946 |
| 021 | BOLTON | 2.69% | \$195 | \$2,605 |
| 022 | BRADFORD | 2.47% | \$179 | \$2,390 |
| 023 | BRAINTREE | 2.73% | \$198 | \$2,638 |
| 024 | BRANDON | 2.65% | \$192 | \$2,560 |
| 025 | BRATTLEBORO | 3.26% | \$236 | \$3,152 |
| 026 | BRIDGEWATER | 2.49% | \$181 | \$2,411 |
| 027 | BRIDPORT | 3.01% | \$219 | \$2,914 |
| 028 | BRIGHTON | 2.19% | \$159 | \$2,114 |
| 029 | BRISTOL | 2.55% | \$185 | \$2,464 |
| 030 | BROOKFIELD | 2.73% | \$198 | \$2,638 |
| 031 | BROOKLINE | 2.54% | \$184 | \$2,453 |
| 032 | BROWNINGTON | 2.14% | \$155 | \$2,072 |
| 033 | BRUNSWICK | 1.80% | \$131 | \$1,743 |
| 252 | BUEL'S GORE | 1.80% | \$131 | \$1,740 |
| 034 | BURKE | 2.62% | \$190 | \$2,528 |
| 035 | BURLINGTON | 2.09% | \$151 | \$2,016 |
| 036 | CABOT | 2.71% | \$196 | \$2,616 |
| 037 | CALAIS | 2.74% | \$199 | \$2,647 |
| 038 | CAMBRIDGE | 3.00% | \$217 | \$2,898 |
| 039 | CANAAN | 2.45% | \$178 | \$2,373 |
| 040 | CASTLETON | 2.48% | \$180 | \$2,395 |
| 041 | CAVENDISH | 2.87% | \$208 | \$2,779 |
| 042 | CHARLESTON | 2.47% | \$179 | \$2,392 |
| 043 | CHARLOTTE | 2.88% | \$209 | \$2,785 |
| 044 | CHELSEA | 2.62% | \$190 | \$2,530 |
| 045 | CHESTER | 2.55% | \$185 | \$2,464 |
| 046 | CHITTENDEN | 2.38% | \$172 | \$2,297 |
| 047 | CLARENDON | 2.90% | \$211 | \$2,807 |
| 048 | COLCHESTER | 2.33% | \$169 | \$2,249 |
| 049 | CONCORD | 2.56% | \$185 | \$2,470 |
| 050 | CORINTH | 2.51% | \$182 | \$2,428 |
| 051 | CORNWALL | 3.03% | \$220 | \$2,930 |
| 052 | COVENTRY | 2.26% | \$164 | \$2,181 |
| 053 | CRAFTSBURY | 3.09% | \$224 | \$2,989 |
| 054 | DANBY | 2.58% | \$187 | \$2,498 |
| 055 | DANVILLE | 2.56% | \$186 | \$2,479 |
| 056 | DERBY | 2.26% | \$164 | \$2,186 |

| VT SCHOOL CODE | SCHOOL DISTRICT NAME | HIP HOUSEHOLD INCOME % | HEV EXEMPTION VALUE | HOMESTEAD SCHOOL TAX ON \$200K |
|----------------|----------------------|------------------------|---------------------|--------------------------------|
| 057 | DORSET | 2.81% | \$204 | \$2,717 |
| 058 | DOVER | 2.53% | \$183 | \$2,441 |
| 059 | DUMMERSTON | 3.41% | \$247 | \$3,295 |
| 060 | DUXBURY | 2.52% | \$183 | \$2,437 |
| 061 | EAST HAVEN | 2.67% | \$193 | \$2,580 |
| 062 | EAST MONTPELIER | 2.68% | \$195 | \$2,594 |
| 063 | EDEN | 2.97% | \$215 | \$2,872 |
| 064 | ELMORE | 1.88% | \$136 | \$1,815 |
| 065 | ENOSBURG | 2.59% | \$188 | \$2,507 |
| 066 | ESSEX JUNCTION | 2.91% | \$211 | \$2,812 |
| 067 | ESSEX TOWN | 2.88% | \$209 | \$2,782 |
| 070 | FAIR HAVEN | 2.58% | \$187 | \$2,490 |
| 068 | FAIRFAX | 2.30% | \$166 | \$2,219 |
| 069 | FAIRFIELD | 2.25% | \$163 | \$2,173 |
| 071 | FAIRLEE | 2.51% | \$182 | \$2,431 |
| 072 | FAYSTON | 2.83% | \$205 | \$2,740 |
| 257 | FERDINAND | 1.80% | \$131 | \$1,740 |
| 073 | FERRISBURGH | 2.64% | \$191 | \$2,549 |
| 074 | FLETCHER | 2.51% | \$182 | \$2,429 |
| 075 | FRANKLIN | 2.06% | \$150 | \$1,995 |
| 076 | GEORGIA | 2.42% | \$176 | \$2,344 |
| 258 | GLASTENBURY | 1.80% | \$131 | \$1,740 |
| 077 | GLOVER | 2.64% | \$192 | \$2,557 |
| 078 | GOSHEN | 2.80% | \$203 | \$2,711 |
| 079 | GRAFTON | 2.75% | \$199 | \$2,654 |
| 080 | GRANBY | 1.80% | \$131 | \$1,740 |
| 081 | GRAND ISLE | 2.67% | \$193 | \$2,580 |
| 082 | GRANVILLE | 2.46% | \$178 | \$2,375 |
| 083 | GREENSBORO | 2.72% | \$198 | \$2,634 |
| 084 | GROTON | 2.60% | \$188 | \$2,511 |
| 085 | GUILDHALL | 1.80% | \$131 | \$1,740 |
| 086 | GUILFORD | 3.06% | \$222 | \$2,956 |
| 087 | HALIFAX | 2.38% | \$173 | \$2,304 |
| 088 | HANCOCK | 2.77% | \$200 | \$2,673 |
| 089 | HARDWICK | 2.70% | \$196 | \$2,612 |
| 090 | HARTFORD | 2.46% | \$178 | \$2,379 |
| 091 | HARTLAND | 2.90% | \$211 | \$2,808 |
| 092 | HIGHGATE | 2.25% | \$163 | \$2,176 |
| 093 | HINESBURG | 2.90% | \$210 | \$2,806 |
| 094 | HOLLAND | 2.34% | \$170 | \$2,260 |
| 095 | HUBBARDTON | 2.66% | \$193 | \$2,575 |
| 096 | HUNTINGTON | 2.57% | \$187 | \$2,487 |
| 097 | HYDE PARK | 2.73% | \$198 | \$2,640 |
| 098 | IRA | 2.71% | \$197 | \$2,623 |
| 099 | IRASBURG | 2.25% | \$163 | \$2,179 |
| 100 | ISLE LA MOTTE | 2.93% | \$212 | \$2,832 |
| 101 | JAMAICA | 2.63% | \$191 | \$2,543 |
| 102 | JAY | 2.46% | \$178 | \$2,375 |
| 103 | JERICO | 2.57% | \$186 | \$2,483 |
| 253 | JERICO ID | 2.46% | \$178 | \$2,377 |
| 104 | JOHNSON | 2.63% | \$191 | \$2,547 |
| 185 | KILLINGTON | 3.10% | \$225 | \$2,994 |
| 105 | KIRBY | 2.91% | \$211 | \$2,815 |
| 106 | LANDGROVE | 2.82% | \$204 | \$2,722 |
| 107 | LEICESTER | 2.61% | \$189 | \$2,526 |
| 108 | LEMINGTON | 2.67% | \$193 | \$2,578 |
| 259 | LEWIS | 1.80% | \$131 | \$1,740 |
| 109 | LINCOLN | 2.67% | \$193 | \$2,577 |
| 110 | LONDONDERRY | 3.37% | \$244 | \$3,254 |

| VT SCHOOL CODE | SCHOOL DISTRICT NAME | HIP HOUSEHOLD INCOME % | HEV EXEMPTION VALUE | HOMESTEAD SCHOOL TAX ON \$200K |
|----------------|----------------------|------------------------|---------------------|--------------------------------|
| 111 | LOWELL | 1.99% | \$144 | \$1,925 |
| 112 | LUDLOW | 2.91% | \$211 | \$2,817 |
| 113 | LUNENBURG | 2.21% | \$160 | \$2,139 |
| 114 | LYNDON | 2.52% | \$183 | \$2,434 |
| 115 | MAIDSTONE | 2.58% | \$187 | \$2,490 |
| 116 | MANCHESTER | 2.64% | \$191 | \$2,553 |
| 117 | MARLBORO | 2.88% | \$209 | \$2,783 |
| 118 | MARSHFIELD | 2.34% | \$170 | \$2,261 |
| 119 | MENDON | 2.29% | \$166 | \$2,215 |
| 120 | MIDDLEBURY | 3.05% | \$221 | \$2,946 |
| 121 | MIDDLESEX | 2.77% | \$201 | \$2,682 |
| 122 | MIDDLETOWN SPRINGS | 2.96% | \$215 | \$2,860 |
| 123 | MILTON | 2.39% | \$173 | \$2,307 |
| 124 | MONKTON | 2.69% | \$195 | \$2,600 |
| 125 | MONTGOMERY | 2.09% | \$151 | \$2,017 |
| 126 | MONTPELIER | 2.58% | \$187 | \$2,496 |
| 127 | MORETOWN | 2.79% | \$203 | \$2,702 |
| 128 | MORGAN | 2.32% | \$168 | \$2,242 |
| 129 | MORRISTOWN | 2.20% | \$159 | \$2,126 |
| 130 | MOUNT HOLLY | 2.80% | \$203 | \$2,705 |
| 131 | MOUNT TABOR | 2.45% | \$177 | \$2,365 |
| 135 | NEW HAVEN | 2.67% | \$193 | \$2,578 |
| 132 | NEWARK | 2.24% | \$162 | \$2,165 |
| 133 | NEWBURY | 2.47% | \$179 | \$2,383 |
| 134 | NEWFANE | 2.74% | \$199 | \$2,651 |
| 136 | NEWPORT CITY | 2.43% | \$176 | \$2,347 |
| 137 | NEWPORT TOWN | 2.58% | \$187 | \$2,494 |
| 138 | NORTH BENNINGTON ID | 2.60% | \$189 | \$2,516 |
| 140 | NORTH HERO | 2.93% | \$212 | \$2,828 |
| 139 | NORTHFIELD | 2.65% | \$192 | \$2,559 |
| 141 | NORTON | 1.87% | \$135 | \$1,804 |
| 142 | NORWICH | 3.16% | \$229 | \$3,055 |
| 143 | ORANGE | 2.49% | \$181 | \$2,409 |
| 144 | ORLEANS | 2.82% | \$204 | \$2,721 |
| 145 | ORWELL | 2.36% | \$171 | \$2,279 |
| 146 | PANTON | 2.62% | \$190 | \$2,530 |
| 147 | PAWLET | 2.41% | \$175 | \$2,332 |
| 148 | PEACHAM | 2.79% | \$202 | \$2,696 |
| 149 | PERU | 3.10% | \$225 | \$2,996 |
| 150 | PITTSFIELD | 2.81% | \$204 | \$2,720 |
| 151 | PITTSFORD | 2.73% | \$198 | \$2,643 |
| 152 | PLAINFIELD | 2.34% | \$170 | \$2,262 |
| 153 | PLYMOUTH | 2.67% | \$194 | \$2,583 |
| 154 | POMFRET | 2.67% | \$193 | \$2,580 |
| 155 | POULTNEY | 2.82% | \$204 | \$2,724 |
| 156 | POWNAI | 2.62% | \$190 | \$2,537 |
| 157 | PROCTOR | 3.07% | \$223 | \$2,971 |
| 158 | PUTNEY | 2.98% | \$216 | \$2,878 |
| 159 | RANDOLPH | 2.68% | \$195 | \$2,595 |
| 160 | READING | 2.77% | \$201 | \$2,680 |
| 161 | READSBORO | 1.80% | \$131 | \$1,740 |
| 162 | RICHFORD | 2.27% | \$164 | \$2,192 |
| 163 | RICHMOND | 2.47% | \$179 | \$2,386 |
| 164 | RIPTON | 2.91% | \$211 | \$2,809 |
| 165 | ROCHESTER | 3.15% | \$229 | \$3,048 |
| 166 | ROCKINGHAM | 2.79% | \$202 | \$2,696 |
| 167 | ROXBURY | 2.63% | \$191 | \$2,542 |
| 168 | ROYALTON | 2.30% | \$167 | \$2,228 |
| 169 | RUPERT | 2.23% | \$162 | \$2,159 |
| 170 | RUTLAND CITY | 2.38% | \$172 | \$2,297 |
| 171 | RUTLAND TOWN | 2.76% | \$200 | \$2,667 |
| 172 | RYEGATE | 2.60% | \$188 | \$2,511 |
| 173 | SAINT ALBANS CITY | 2.42% | \$175 | \$2,337 |
| 174 | SAINT ALBANS TOWN | 2.49% | \$180 | \$2,405 |
| 175 | SAINT GEORGE | 2.19% | \$159 | \$2,121 |
| 176 | SAINT JOHNSBURY | 2.45% | \$177 | \$2,364 |
| 177 | SALISBURY | 3.08% | \$223 | \$2,980 |
| 178 | SANDGATE | 2.93% | \$212 | \$2,833 |
| 179 | SEARSBURG | 1.80% | \$131 | \$1,740 |
| 180 | SHAFTSBURY | 2.65% | \$192 | \$2,564 |
| 254 | SHAFTSBURY ID | 2.60% | \$189 | \$2,516 |
| 181 | SHARON | 2.58% | \$187 | \$2,498 |

| VT SCHOOL CODE | SCHOOL DISTRICT NAME | HIP HOUSEHOLD INCOME % | HEV EXEMPTION VALUE | HOMESTEAD SCHOOL TAX ON \$200K |
|----------------|----------------------|------------------------|---------------------|--------------------------------|
| 182 | SHEFFIELD | 2.47% | \$179 | \$2,385 |
| 183 | SHELburne | 2.81% | \$204 | \$2,720 |
| 184 | SHELDON | 2.22% | \$161 | \$2,147 |
| 186 | SHOREHAM | 3.07% | \$223 | \$2,969 |
| 187 | SHREWSBURY | 2.26% | \$164 | \$2,188 |
| 260 | SOMERSET | 1.80% | \$131 | \$1,740 |
| 188 | SOUTH BURLINGTON | 2.83% | \$205 | \$2,736 |
| 189 | SOUTH HERO | 2.55% | \$185 | \$2,461 |
| 190 | SPRINGFIELD | 2.80% | \$203 | \$2,706 |
| 191 | STAMFORD | 1.94% | \$140 | \$1,872 |
| 192 | STANNARD | 2.89% | \$210 | \$2,796 |
| 193 | STARKSBORO | 2.68% | \$194 | \$2,591 |
| 194 | STOCKBRIDGE | 2.39% | \$173 | \$2,309 |
| 195 | STOWE | 2.75% | \$199 | \$2,655 |
| 196 | STRAFFORD | 2.65% | \$192 | \$2,558 |
| 197 | STRATTON | 2.46% | \$178 | \$2,377 |
| 198 | SUDBURY | 2.90% | \$211 | \$2,808 |
| 199 | SUNDERLAND | 2.74% | \$198 | \$2,647 |
| 200 | SUTTON | 2.57% | \$187 | \$2,488 |
| 201 | SWANTON | 2.24% | \$163 | \$2,168 |
| 202 | THETFORD | 2.97% | \$215 | \$2,869 |
| 203 | TINMOUTH | 2.85% | \$207 | \$2,755 |
| 204 | TOPSHAM | 2.51% | \$182 | \$2,428 |
| 205 | TOWNSHEND | 2.82% | \$205 | \$2,730 |
| 206 | TROY | 2.20% | \$160 | \$2,130 |
| 207 | TUNBRIDGE | 2.30% | \$167 | \$2,226 |
| 208 | UNDERHILL ID | 2.46% | \$178 | \$2,377 |
| 209 | UNDERHILL TOWN | 2.48% | \$179 | \$2,393 |
| 210 | VERGENNES | 2.62% | \$190 | \$2,531 |
| 211 | VERNON | 2.93% | \$158 | \$2,113 |
| 212 | VERSHIRE | 2.89% | \$210 | \$2,794 |
| 213 | VICTORY | 2.93% | \$212 | \$2,828 |
| 214 | WAITSFIELD | 2.62% | \$190 | \$2,528 |
| 215 | WALDEN | 2.35% | \$170 | \$2,270 |
| 216 | WALLINGFORD | 2.82% | \$204 | \$2,723 |
| 217 | WALTHAM | 2.62% | \$190 | \$2,530 |
| 218 | WARDSBORO | 2.65% | \$192 | \$2,561 |
| 261 | WARNER'S GRANT | 1.80% | \$131 | \$1,740 |
| 219 | WARREN | 2.54% | \$184 | \$2,454 |
| 262 | WARREN'S GORE | 1.80% | \$131 | \$1,740 |
| 220 | WASHINGTON | 2.10% | \$152 | \$2,025 |
| 221 | WATERBURY | 2.48% | \$179 | \$2,393 |
| 222 | WATERFORD | 2.54% | \$184 | \$2,453 |
| 223 | WATERVILLE | 2.75% | \$200 | \$2,660 |
| 224 | WEATHERSFIELD | 2.84% | \$206 | \$2,746 |
| 225 | WELLS | 2.28% | \$165 | \$2,203 |
| 226 | WELLS RIVER | 2.60% | \$188 | \$2,511 |
| 227 | WEST FAIRLEE | 2.89% | \$210 | \$2,794 |
| 230 | WEST HAVEN | 2.36% | \$171 | \$2,285 |
| 234 | WEST RUTLAND | 2.56% | \$186 | \$2,479 |
| 235 | WEST WINDSOR | 2.78% | \$202 | \$2,689 |
| 228 | WESTFIELD | 2.38% | \$172 | \$2,297 |
| 229 | WESTFORD | 2.62% | \$190 | \$2,532 |
| 231 | WESTMINSTER | 2.77% | \$201 | \$2,681 |
| 232 | WESTMORE | 2.28% | \$166 | \$2,208 |
| 233 | WESTON | 2.35% | \$170 | \$2,268 |
| 236 | WEYBRIDGE | 2.89% | \$210 | \$2,795 |
| 237 | WHEELOCK | 2.47% | \$179 | \$2,384 |
| 238 | WHITING | 2.61% | \$189 | \$2,519 |
| 239 | WHITINGHAM | 3.03% | \$220 | \$2,929 |
| 240 | WILLIAMSTOWN | 2.45% | \$178 | \$2,368 |
| 241 | WILLISTON | 2.72% | \$197 | \$2,629 |
| 242 | WILMINGTON | 2.96% | \$215 | \$2,862 |
| 243 | WINDHAM | 2.81% | \$204 | \$2,715 |
| 244 | WINDSOR | 2.61% | \$189 | \$2,523 |
| 245 | WINHALL | 2.74% | \$199 | \$2,650 |
| 246 | WINOOSKI | 2.52% | \$183 | \$2,434 |
| 247 | WOLCOTT | 2.43% | \$176 | \$2,345 |
| 248 | WOODBURY | 2.63% | \$191 | \$2,542 |
| 249 | WOODFORD | 1.85% | \$134 | \$1,787 |
| 250 | WOODSTOCK | 2.83% | \$205 | \$2,740 |
| 251 | WORCESTER | 2.75% | \$199 | \$2,659 |

DUE DATE: April 15, 2008

PRINT in BLUE or BLACK INK

DEPT USE ONLY



* 0 7 1 1 1 1 1 9 9 *

2007
VERMONT**Income Tax Return****FORM**
IN-111**1 TAXPAYER INFORMATION**Taxpayer's Social Security Number - - Taxpayer's Last Name Spouse or CU Partner Last Name Mailing Address (Number and Street/Road or PO Box) City/Town If filing jointly,
Spouse or CU Partner
Social Security Number - - First Name First Name Initial Initial CHECK
HERE if
Fiscal
Year FilerState Zip Code - **1** VT School
District Code ☐ Check here if this is
an AMENDED return☐ Check if taxpayer died
during 2007☐ Check if Spouse or CU
Partner died during 2007**2** City/Town of Legal Residence on 12/31/2007 State **2 TAX FILING INFORMATION****FILING
STATUS****3**

Single

4Head of
Household**5**Married
Filing
Jointly**6**CU Partner
Filing
Jointly**7a**Married
Filing
Separately**7b**CU
Filing
SeparatelyEnter Spouse or
CU Partner Social
Security Number - - Enter Spouse or CU Partner full name **8**Qualifying Widow(er)
with dependent
children**9. EXEMPTIONS CLAIMED** (From Federal Form 1040—Line 6d; 1040A—Line 6d; 1040EZ/1040NR-EZ—enter 0, 1, or 2) **9.** **10. ADJUSTED GROSS INCOME** (From Federal Form 1040—Line 37; 1040A—Line 21;
1040EZ—Line 4) Check to
indicate loss
←**10.** , , . **00****3 TAXABLE INCOME****11. FEDERAL TAXABLE INCOME** If the Federal amount is zero, see instructions on page 7
(From Federal Form 1040—Line 43; 1040A—Line 27; 1040EZ—Line 6) Check to
indicate loss
←**11.** , , . **00****12. ADDITIONS TO FEDERAL TAXABLE INCOME**Income from Non-VT State and Local Obligations (from Form IN-112, VT Schedule A, Part I, Line 3) **12.** , , . **00****13. FEDERAL TAXABLE INCOME WITH ADDITIONS** (Add Lines 11 and 12) Check to
indicate loss
←**13.** , , . **00****14. SUBTRACTIONS FROM FEDERAL TAXABLE INCOME****14a. Interest Income from U.S. Obligations** **14a.** , , . **00** x 40% **14c.** **Capital Gains** (from Capital Gains Worksheet, Line M on page 7.
Enter "0" if Line M is negative or a capital loss amount.)**14d. TOTAL SUBTRACTIONS** (Add Lines 14a and 14c) **14d.** , , . **00****15. VT TAXABLE INCOME** (Subtract Line 14d from Line 13) Check to
indicate loss
←**15.** , , . **00****4 VT INCOME TAX****16. VT INCOME TAX FROM VT TAX TABLE OR TAX RATE SCHEDULE** on Line 15 amount **16.** , , . **00****17. ADDITIONS TO VT INCOME TAX** (from Form IN-112, VT Schedule A, Part II, Line 10) **17.** , , . **00****18. VT INCOME TAX WITH ADDITIONS** (Add Lines 16 & 17) **18.** , , . **00****19. SUBTRACTIONS FROM VT INCOME TAX** (from Form IN-112, VT Schedule A, Part II, Line 16) **19.** , , . **00****20. VT INCOME TAX** (Subtract Line 19 from Line 18) If Line 19 is more than Line 18, enter zero **20.** , , . **00****21. INCOME ADJUSTMENT** (from Form IN-113, Line 42 OR 100.00%) **21.** %**22. ADJUSTED VT INCOME TAX** (Multiply Line 20 by Line 21) **22.** , , . **00**

Staple W-2/1099's here

Continued on back ➡

Form IN-111

15

16 Form IN-111

**DUPLICATE OF PAGE 15
(IN-111, SIDE 1)**

**DUPLICATE OF PAGE 16
(IN-111, SIDE 2)**



* 0 7 1 1 2 1 1 9 9 *

PRINT in BLUE or BLACK INK

ATTACH TO FORM IN-111

Taxpayer's Social Security Number

| Taxpayer's Last Name | First Name | Initial |
|----------------------|------------|---------|
|----------------------|------------|---------|

| | | | |
|--|--|--|--|
| | | | |
|--|--|--|--|

VT SCHEDULE A. Adjustments to Income or VT Tax**PART I INCOME FROM STATE AND LOCAL OBLIGATIONS (See instructions on page 10)**

- | | | | | |
|-----------|---|-----------|--|---|
| 1. | Total interest and dividend income from all state and local obligations exempt from federal tax | 1. | <div style="border: 1px solid black; width: 60px; height: 30px; display: flex; align-items: center;"> </div> , <div style="border: 1px solid black; width: 60px; height: 30px; display: flex; align-items: center;"> </div> , <div style="border: 1px solid black; width: 60px; height: 30px; display: flex; align-items: center;"> </div> . | <div style="border: 1px solid black; width: 60px; height: 30px; display: flex; align-items: center;">00</div> |
| 2. | Interest and dividend income from VT state and local obligations included in Line 1 | 2. | <div style="border: 1px solid black; width: 60px; height: 30px; display: flex; align-items: center;"> </div> , <div style="border: 1px solid black; width: 60px; height: 30px; display: flex; align-items: center;"> </div> , <div style="border: 1px solid black; width: 60px; height: 30px; display: flex; align-items: center;"> </div> . | <div style="border: 1px solid black; width: 60px; height: 30px; display: flex; align-items: center;">00</div> |
| 3. | INCOME FROM NON-VT STATE AND LOCAL OBLIGATIONS TO BE ADDED TO VT TAXABLE INCOME | 3. | <div style="border: 1px solid black; width: 60px; height: 30px; display: flex; align-items: center;"> </div> , <div style="border: 1px solid black; width: 60px; height: 30px; display: flex; align-items: center;"> </div> , <div style="border: 1px solid black; width: 60px; height: 30px; display: flex; align-items: center;"> </div> . | <div style="border: 1px solid black; width: 60px; height: 30px; display: flex; align-items: center;">00</div> |
- Subtract Line 2 from Line 1, *but not less than zero*. ENTER ON IN-111, SECTION 3, LINE 12.

PART II ADJUSTMENTS TO VT INCOME TAX

ADDITIONS TO VT TAX:

- | | | | | | | | | | | | |
|------------|--|------------|----------------------|--|---|--|---|--|---|---|---|
| 4. | Tax on Qualified Plans including IRA, MSA, & HSA (1040, Line 60)..... | 4. | <input type="text"/> | <input type="text"/> <input type="text"/> <input type="text"/> | , | <input type="text"/> <input type="text"/> <input type="text"/> | , | <input type="text"/> <input type="text"/> <input type="text"/> | . | <input type="text"/> <input type="text"/> | <input type="text"/> <input type="text"/> |
| 5. | Recapture of Federal Investment Tax Credit | 5. | <input type="text"/> | <input type="text"/> <input type="text"/> <input type="text"/> | , | <input type="text"/> <input type="text"/> <input type="text"/> | , | <input type="text"/> <input type="text"/> <input type="text"/> | . | <input type="text"/> <input type="text"/> | <input type="text"/> <input type="text"/> |
| 6. | Tax from Federal Form 4972-Line 7 or 30 | 6. | <input type="text"/> | <input type="text"/> <input type="text"/> <input type="text"/> | , | <input type="text"/> <input type="text"/> <input type="text"/> | , | <input type="text"/> <input type="text"/> <input type="text"/> | . | <input type="text"/> <input type="text"/> | <input type="text"/> <input type="text"/> |
| 7. | Add Lines 4 through 6 | 7. | <input type="text"/> | <input type="text"/> <input type="text"/> <input type="text"/> | , | <input type="text"/> <input type="text"/> <input type="text"/> | , | <input type="text"/> <input type="text"/> <input type="text"/> | . | <input type="text"/> <input type="text"/> | <input type="text"/> <input type="text"/> |
| 8. | ADDITIONS TO VT TAX Multiply Line 7 by 24%. | 8. | <input type="text"/> | <input type="text"/> <input type="text"/> <input type="text"/> | , | <input type="text"/> <input type="text"/> <input type="text"/> | , | <input type="text"/> <input type="text"/> <input type="text"/> | . | <input type="text"/> <input type="text"/> | <input type="text"/> <input type="text"/> |
| 9. | Recapture of VT Credits (See instructions) | 9. | <input type="text"/> | <input type="text"/> <input type="text"/> <input type="text"/> | , | <input type="text"/> <input type="text"/> <input type="text"/> | , | <input type="text"/> <input type="text"/> <input type="text"/> | . | <input type="text"/> <input type="text"/> | <input type="text"/> <input type="text"/> |
| 10. | Add Lines 8 and 9. Enter on IN-111, Section 4, Line 17 | 10. | <input type="text"/> | <input type="text"/> <input type="text"/> <input type="text"/> | , | <input type="text"/> <input type="text"/> <input type="text"/> | , | <input type="text"/> <input type="text"/> <input type="text"/> | . | <input type="text"/> <input type="text"/> | <input type="text"/> <input type="text"/> |

SUBTRACTIONS FROM VT TAX:

- | | | | | | | | | | |
|--|-----|--|---|--|---|--|---|--|-----|
| 11. Credit for Child and Dependent Care Expenses (1040-Line 47; 1040A-Line 29) | 11. | <div><div></div><div></div><div></div></div> | , | <div><div></div><div></div><div></div></div> | , | <div><div></div><div></div><div></div></div> | = | <div><div></div><div></div><div></div></div> | .00 |
| 12. Credit for the Elderly or the Disabled (1040-Line 48; 1040A-Line 30) | 12. | <div><div></div><div></div><div></div></div> | , | <div><div></div><div></div><div></div></div> | , | <div><div></div><div></div><div></div></div> | = | <div><div></div><div></div><div></div></div> | .00 |
| 13. Investment Tax Credit | 13. | <div><div></div><div></div><div></div></div> | , | <div><div></div><div></div><div></div></div> | , | <div><div></div><div></div><div></div></div> | = | <div><div></div><div></div><div></div></div> | .00 |
| 14. VT Farm Income Averaging Credit (From worksheet on page 10) | 14. | <div><div></div><div></div><div></div></div> | , | <div><div></div><div></div><div></div></div> | , | <div><div></div><div></div><div></div></div> | = | <div><div></div><div></div><div></div></div> | .00 |
| 15. Add Lines 11 through 14 | 15. | <div><div></div><div></div><div></div></div> | , | <div><div></div><div></div><div></div></div> | , | <div><div></div><div></div><div></div></div> | = | <div><div></div><div></div><div></div></div> | .00 |
| 16. SUBTRACTIONS FROM VT TAX | | | | | | | | | |
| Multiply Line 15 by 24%. Enter on IN-111, Section 4, Line 19 | 16. | <div><div></div><div></div><div></div></div> | , | <div><div></div><div></div><div></div></div> | , | <div><div></div><div></div><div></div></div> | = | <div><div></div><div></div><div></div></div> | .00 |

VT SCHEDULE B. VT Credit for income tax paid to other state or Canadian province **FOR RESIDENTS AND PART-YEAR RESIDENTS ONLY**

You must complete a separate Schedule B for each state or Canadian province. See instructions on page 10.

COPIES OF NONRESIDENT RETURNS MUST BE ATTACHED

- | | | | | | | | | | | |
|--|--|--|--|---|--------------|--|---------------|--|--|--|
| <p>1a. . 00 –</p> <p>Adjusted Gross Income taxed in another state or Canadian province and also subject to VT tax</p> | <p>1b. . 00 =</p> <p>Capital Gains (40% of long-term capital gains reported to other state or Canadian province (see instructions on page 10))</p> | <p>1c. . 00</p> <p>Line 1a minus Line 1b</p> | | | | | | | | |
| <p>2a. . 00 –</p> <p>Adjusted Gross Income (From Form IN-111, Section 2, Line 10)</p> | <p>2b. . 00 =</p> <p>Capital Gains Exclusion (From Form IN-111, Section 3, Line 14c)</p> | <p>2c. . 00</p> <p>Line 2a minus Line 2b</p> | | | | | | | | |
| <p>3. VT Income Tax (From Form IN-111, Section 4, Line 20) 3. . 00</p> | | | | | | | | | | |
| <p>4. Computed tax credit (Divide Line 1c by Line 2c and multiply result by Line 3). Result cannot be more than 100% of VT tax.</p> | | | | | | | | | | |
| <table border="0" style="width: 100%;"> <tr> <td style="width: 25%;">Line 1c _____</td> <td style="width: 5%; text-align: center;">X</td> <td style="width: 25%;">Line 3 _____</td> <td style="width: 45%;"></td> </tr> <tr> <td>Line 2c _____</td> <td></td> <td></td> <td>..... 4. . 00</td> </tr> </table> | | | Line 1c _____ | X | Line 3 _____ | | Line 2c _____ | | | 4. . 00 |
| Line 1c _____ | X | Line 3 _____ | | | | | | | | |
| Line 2c _____ | | | 4. . 00 | | | | | | | |
| <p>5. Amount of Income TAX paid to other state or Canadian province on income on Line 1c (See instructions on page 11) 5. . 00</p> | | | | | | | | | | |
| <p>6. CREDIT FOR INCOME TAX PAID TO OTHER STATE OR CANADIAN PROVINCE: Enter the lesser of Line 4 or Line 5 here and on Form IN-111, Section 5, Line 23. 6. . 00</p> | | | | | | | | | | |

Name of state or Canadian province
(Use standard two-letter abbreviation)

Schedules C and D on back

Form IN-112



* 0 7 1 1 2 1 2 9 9 *

VT SCHEDULE C. VT Earned Income Tax Credit**FOR FULL-YEAR RESIDENTS AND PART-YEAR RESIDENTS ONLY**Taxpayers filing *Married Filing Separately* or *Civil Union Filing Separately* are not eligible.**ELIGIBILITY QUESTIONS - MUST BE ANSWERED**A. Enter number of qualifying children B. Were you (or your spouse if filing a joint return) at least age 25 but under age 65 at the end of 2007? Yes No

If you answered "No" and do not have any qualifying children, you do not qualify for Earned Income Tax Credit.

FULL-YEAR RESIDENTS: Answer eligibility questions above and complete Lines 1 and 2

1. Earned income tax credit from Federal Form 1040-Line 66a; 1040A-Line 40a; or 1040EZ-Line 8a 1. , .
2. **VT EARNED INCOME TAX CREDIT** (Multiply Line 1 by 32%). Enter the result here and on Form IN-111, Section 7, Line 31c → 2. , .

PART-YEAR RESIDENTS: Answer eligibility questions above and complete Lines 3-9

Enter figures in Column A from your federal worksheet and VT Form IN-113.

For VT Portion, enter income earned while a VT resident as shown on Form IN-113, Column B, Lines 1, 6, 10, & 12.

A. Federal Amount \$**B. VT Portion \$**

3. Wages, salaries, tips, etc. (from IN-113, Line 1) 3. , .
4. Other earned income (from IN-113, Lines 6, 10, & 12) Check to indicate loss ← 4. , .
5. Total earned income (Add Lines 3 and 4) 5. , .
6. Earned income tax credit adjustment (Divide Line 5B by Line 5A and enter here, but not more than 100%) 6. . %
7. Earned income tax credit from Federal Form 1040-Line 66a; 1040A-Line 40a; or, 1040EZ-Line 8a 7. , .
8. Multiply Line 7 by 32% and enter the result here 8. , .
9. **VT EARNED INCOME TAX CREDIT** (Multiply Line 8 by Line 6) Enter the result here and on Form IN-111, Section 7, Line 31c. → 9. , .

VT SCHEDULE D. VT Income Tax Credits. See instructions on page 11

For credits for Lines 2-5 earned through an S-Corporation, LLC, LLP, or Partnership, enter name and FEIN of the entity.

Name of entity _____ FEIN:

If credits from more than one business entity, fill out a separate IN-112, Schedule D for each entity.

| | | 2007 Contribution | | Column C Credit | | |
|----|---|--|-----------------|--|--|--|
| 1. | VT Higher Education Investment (32 V.S.A. §5825a) (see instructions on page 11) | <input type="text"/> , <input type="text"/> <input type="text"/> . <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> | TIMES (x) .10 = | <input type="text"/> , <input type="text"/> <input type="text"/> . <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> | | |
| 2. | Angel Venture Capital Credit (32 V.S.A. §5930v) | <input type="text"/> , <input type="text"/> <input type="text"/> . <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> | TIMES (x) .03 = | <input type="text"/> , <input type="text"/> <input type="text"/> . <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> | | |
| | | Column A Earned in 2007 | PLUS (+) | Column B Carryforward | EQUALS (=) | Column C |
| 3. | Commercial Film Production (32 V.S.A. §5826) | <input type="text"/> , <input type="text"/> <input type="text"/> . <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> | | NOT AVAILABLE | <input type="text"/> , <input type="text"/> <input type="text"/> . <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> | |
| 4. | Charitable Housing (32 V.S.A. §5830c) | <input type="text"/> , <input type="text"/> <input type="text"/> . <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> | | <input type="text"/> , <input type="text"/> <input type="text"/> . <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> | | <input type="text"/> , <input type="text"/> <input type="text"/> . <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> |
| 5. | Qualified Sale of Mobile Home Park (32 V.S.A. §5828) | <input type="text"/> , <input type="text"/> <input type="text"/> . <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> | | <input type="text"/> , <input type="text"/> <input type="text"/> . <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> | | <input type="text"/> , <input type="text"/> <input type="text"/> . <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> |
| 6. | TOTAL CREDITS (Add Column C, Lines 1-5). If you have credits from Form IN-119 (see instructions on pages 10 & 44), this amount is entered on IN-119. If you do NOT have credits from Form IN-119, enter this amount on Form IN-111, Section 5, Line 24. | | | | | <input type="text"/> , <input type="text"/> <input type="text"/> . <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> |

**DUPLICATE OF PAGE 19
(IN-112, SIDE 1)**

**DUPLICATE OF PAGE 20
(IN-112, SIDE 2)**



* 0 7 1 1 3 1 1 9 9 *

Nonresidents and Part-Year Residents Must Complete Schedules I and II
Full-Year Residents with Adjustments Complete Schedule II only

PRINT in BLUE or BLACK INK

ATTACH TO FORM IN-111

| Taxpayer's Last Name | First Name | Initial |
|----------------------|------------|---------|
|----------------------|------------|---------|

Taxpayer's Social Security Number

| | | | |
|--|--|--|--|
| | | | |
|--|--|--|--|

SCHEDULE I. Enter figures as they appear on your federal return or recomputed federal return in Column A and list the VT portion in Column B.
See instructions on page 12.

| | | A. Federal Amount \$ | | B. VT Portion \$ | |
|---|--|----------------------|----------------------|----------------------|----------------------|
| INCOME | 1. Wages, salaries, tips, etc. 1. | <input type="text"/> | <input type="text"/> | <input type="text"/> | <input type="text"/> |
| | 2. Taxable interest 2. | <input type="text"/> | <input type="text"/> | <input type="text"/> | <input type="text"/> |
| | 3. Ordinary dividends 3. | <input type="text"/> | <input type="text"/> | <input type="text"/> | <input type="text"/> |
| | 4. Taxable refunds of state and local income taxes ... 4. | <input type="text"/> | <input type="text"/> | <input type="text"/> | <input type="text"/> |
| | 5. Alimony received 5. | <input type="text"/> | <input type="text"/> | <input type="text"/> | <input type="text"/> |
| | 6. Business income or loss <input type="checkbox"/> Check to indicate loss 6. | <input type="text"/> | <input type="text"/> | <input type="text"/> | <input type="text"/> |
| | 7. Capital gain or loss <input type="checkbox"/> Check to indicate loss 7. | <input type="text"/> | <input type="text"/> | <input type="text"/> | <input type="text"/> |
| | 8. Taxable IRA distributions 8. | <input type="text"/> | <input type="text"/> | <input type="text"/> | <input type="text"/> |
| | 9. Taxable pensions and annuities 9. | <input type="text"/> | <input type="text"/> | <input type="text"/> | <input type="text"/> |
| | 10. Partnerships/S Corporations, and LLCs <input type="checkbox"/> Check to indicate loss 10. | <input type="text"/> | <input type="text"/> | <input type="text"/> | <input type="text"/> |
| | 11. Rents, royalties, estates, trusts, etc. <input type="checkbox"/> Check to indicate loss 11. | <input type="text"/> | <input type="text"/> | <input type="text"/> | <input type="text"/> |
| | 12. Farm income or loss. <input type="checkbox"/> Check to indicate loss 12. | <input type="text"/> | <input type="text"/> | <input type="text"/> | <input type="text"/> |
| | 13. Unemployment compensation 13. | <input type="text"/> | <input type="text"/> | <input type="text"/> | <input type="text"/> |
| | 14. Taxable social security 14. | <input type="text"/> | <input type="text"/> | <input type="text"/> | <input type="text"/> |
| | 15. Other: Specify _____ <input type="checkbox"/> Check to indicate loss 15. | <input type="text"/> | <input type="text"/> | <input type="text"/> | <input type="text"/> |
| | (See instructions on page 12) | | | | |
| 16. TOTAL INCOME (Add Lines 1-15) <input type="checkbox"/> Check to indicate loss 16. | <input type="text"/> | <input type="text"/> | <input type="text"/> | <input type="text"/> | |

***Be sure to put your name and Social Security number at the top of this page.
Attach copies of pages 1 and 2 of your filed or recomputed federal tax return and this schedule to your VT return.***

continued on back



* 0 7 1 1 3 1 2 9 9 *

Carried forward from

| | | Line 16A | | Line 16B | |
|---|---|----------------------|-----|------------------|--|
| | | A. Federal Amount \$ | | B. VT Portion \$ | |
| ADJUSTMENTS TO INCOME | 17. IRA (1040-Line 32; or 1040A-Line 17); Keogh/SEP/SIMPLE (1040-Line 28): Self _____ Spouse _____ | 17. | | 17. | |
| | 18. Education Deductions: Educator expenses (1040-Line 23; 1040A-Line 16); Student Loan Interest (1040-Line 33; 1040A-Line 18); Tuition fees (1040-Line 34; 1040A-Line 19) | 18. | | 18. | |
| | 19. Employee Deductions: Reservists, Performing Artists, Fee-basis Gov't Officials (1040-Line 24) | 19. | | 19. | |
| | 20. Self-Employment Deductions: Tax (1040-Line 27), and Health Insurance (1040-Line 29) | 20. | | 20. | |
| | 21. Health Savings Account (1040-Line 25) | 21. | | 21. | |
| | 22. Moving Expenses (1040-Line 26) | 22. | | 22. | |
| | 23. Penalty on Early Withdrawal of Savings (1040-Line 30) | 23. | | 23. | |
| | 24. Alimony Paid (1040-Line 31a) | 24. | | 24. | |
| | 25. Domestic Production Activities (1040-Line 35) | 25. | | 25. | |
| | 26. Deductions not listed above but included on 1040-Line 36 | 26. | | 26. | |
| 27. TOTAL ADJUSTMENTS (Add Lines 17 – 26) | 27. | | 27. | | |
| 28. Adjusted Gross Income (Subtract Line 27A from Line 16A) | | | 28. | | |
| 29. VT Portion of AGI (Subtract Line 27B from Line 16B) | | | 29. | | |
| 30. Non-VT Income (Subtract Line 29 from Line 28. Enter result here and on Schedule II, Line 32 below) | | | 30. | | |

Dates of VT residency in 2007: From _____ to _____ Name of state(s), Canadian province or country during non-VT residency: _____

SCHEDULE II. Adjustment for VT Exempt Income

| | | | |
|---|---|-----|--|
| VT EXEMPT INCOME | 31. Adjusted Gross Income If Schedule I completed, enter Line 28. Otherwise, enter amount from Form IN-111, Section 2, Line 10. | 31. | |
| | 32. Non-VT Income (Enter amount from Line 30 above) | 32. | |
| | Part-Year Residents: For Lines 33-39 Enter only income included in Schedule I, Line 29 | | |
| | 33. Military pay. Number of months on active duty _____ (See instructions) | 33. | |
| | 34. Federal Employment Opportunity income adjustment | 34. | |
| | 35. Railroad Retirement income | 35. | |
| | 36. VT State payments to a family for support of developmentally disabled person(s) (See instructions on page 44) | 36. | |
| | 37. Americans with Disabilities Credit | 37. | |
| | 38. Nonresident Commercial Film Income | 38. | |
| | 39. VT Telecommunication Authority bond/note interest | 39. | |
| 40. Total (Add Lines 32-39) | 40. | | |
| 41. VT income (Subtract Line 40 from Line 31) | 41. | | |
| 42. INCOME ADJUSTMENT % (Divide Line 41 by Line 31) Enter here and on Form IN-111, Section 4, Line 21. See instructions. | 42. | | |

**DUPLICATE OF PAGE 23
(IN-113, SIDE 1)**

**DUPLICATE OF PAGE 24
(IN-113, SIDE 2)**

2008
VERMONT

**Homestead Declaration
AND Property Tax
Adjustment Claim**

FORM
HS-122



* 0 8 1 2 2 1 1 9 9 *

DUE DATE: April 15, 2008 (Claims allowed up to September 2, 2008 but late filing penalties apply)

PRINT in BLUE or BLACK INK

A **2008 VERMONT HOMESTEAD DECLARATION**
MUST be completed by ALL VT residents who own and occupy a VT homestead on April 1, 2008.

| | | | | | | | |
|--|----------------------|---|----------------------|---|----------------------------|----------------------------|---------------------------|
| VT Resident Social Security Number | <input type="text"/> | Spouse or CU Partner Social Security Number | <input type="text"/> | Claimant's Date of Birth | Month <input type="text"/> | Day <input type="text"/> | Year <input type="text"/> |
| VT Resident Last Name | <input type="text"/> | First Name | <input type="text"/> | Initial | <input type="text"/> | | |
| Spouse or CU Partner Last Name | <input type="text"/> | First Name | <input type="text"/> | Initial | <input type="text"/> | | |
| Mailing Address (Number and Street/Road or PO Box) | | | | | | | |
| <input type="text"/> | | | | | | | |
| City/Town | <input type="text"/> | State | <input type="text"/> | Zip Code | <input type="text"/> | <input type="text"/> | |
| Location of Homestead | | | | A1 VT School District Code | | <input type="text"/> | |
| <input type="text"/> | | | | A2 City/Town of Legal Residence on 04/01/2008 | | State <input type="text"/> | |
| number, street / road name (Do not use PO Box, "same", or Town name) | | | | | | | |

A3. SPAN Number (REQUIRED) - - (From your 2007/2008 property tax bill)

A4. Business Use of Dwelling . 00 %

A5. Rental Use of Dwelling . 00 %

A6. Business or Rental Use of Improvements or Other Buildings.
Are improvements or other buildings located on your parcel, other than the dwelling, used for business or rented out? ☐ Yes ☐ No

A7-A10. Special Situations (See instructions for more information) Check if you are:

☐ A7. Grantor and sole beneficiary of a revocable trust owning the property. ☐ A8. Life estate holder of the property. ☐ A9. Homestead property crossing town boundaries. (File a declaration for each town.) ☐ A10. Residing in a dwelling owned by a related farmer.

B **PROPERTY TAX ADJUSTMENT CLAIM - For Household Income up to approx. \$97,000. Attach Form HI-144.**

ALL eligibility questions must be answered. You must own and occupy the property as your home on April 1, 2008.

B1. Were you domiciled in (legal resident of) VT all of calendar year 2007? ☐ Yes, Go to B2 ☐ No, STOP

B2. Were you claimed as a dependent in 2007 by another taxpayer? ☐ Yes, STOP ☐ No, Go to B3

B3. Do you anticipate selling your VT housesite on or before April 1, 2008? ☐ Yes, STOP ☐ No, CONTINUE

| | | | | |
|---|--|--|---|-----------------------------|
| B4. Housesite Value | B5. Housesite Education Tax | B6. Housesite Municipal Tax | B7. Total Parcel Acres | B8. Ownership Interest |
| <input type="text"/> , <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> , <input type="text"/> . 00 | <input type="text"/> . <input type="text"/> | <input type="text"/> . 00 % |

Amounts for Lines B4 - B7 are found on your 2007/2008 property tax bill. Enter 999.99 if 1,000+

| | | |
|--|--|---|
| B9. Household Income | LOT RENT | ALLOCATED PROPERTY TAX FROM LAND TRUST, COOPERATIVE, OR NONPROFIT MOBILE HOME PARK |
| <input type="text"/> , <input type="text"/> . 00 | B10. Mobile Home Lot Rent | <input type="text"/> , <input type="text"/> . 00 OR <input type="text"/> , <input type="text"/> . 00 and <input type="text"/> , <input type="text"/> . 00 |
| (from Form HI-144, Line t) | <input type="text"/> , <input type="text"/> . 00 (from Form LC-142, Line 16 or 23) | B11. Allocated Education Tax B12. Allocated Municipal Tax |

MAXIMUM ADJUSTMENT AMOUNT IS \$8,000. You may use the worksheet on page 43 to estimate your property tax adjustment.

C Under penalties of perjury, I declare that I have examined this return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct and complete. Preparers cannot use return information for purposes other than preparing returns.

**SIGN
HERE**



Homeowner Signature

Date

Spouse or CU Partner Signature

Date

☐ Check here if authorizing the VT Department of Taxes to discuss this return and attachments with your preparer.

| | | | |
|----------------------|----------------------|-------------------------|----------------------|
| Preparer's signature | Date | Preparer's SSN or PTIN | Preparer's EIN |
| <input type="text"/> | <input type="text"/> | <input type="text"/> | <input type="text"/> |
| Preparer's Use Only | Preparer's Phone No. | Firm's name and address | |
| <input type="text"/> | <input type="text"/> | <input type="text"/> | |

Instructions for Form HS-122

Complete Section A to declare a homestead.

Section B must also be completed to claim a property tax adjustment

Homestead Declaration AND Property Tax Adjustment Claim

IF YOU SELL YOUR HOME BEFORE APRIL 1, 2008, YOU MUST FILE HS-122W TO WITHDRAW THIS FORM. YOU WILL NEED TO FILE A NEW HS-122 FOR YOUR NEW HOMESTEAD IF YOU OWN AND OCCUPY BY APRIL 1, 2008.

DUE DATE File Form HS-122 as early as possible. Due date is APRIL 15, 2008. HS-122 may be filed separately from your income tax. No extension of time to file is available. The extension of time to file an income tax return does not apply to the HS-122. See *Late Filed Forms* for additional filing opportunity.

TIMELY FILING A return mailed through the U.S. Post Office is considered timely if received at the Department within 3 business days of the due date. Electronic filing or bringing the return to the Department in person requires the return be received by the Department on or before the due date to be timely.

LATE FILED FORMS Filings after April 15 but on or before September 2 are late but can still declare a homestead and claim property tax adjustment. Homeowners filing after September 2 are taxed at the higher school tax rate and are ineligible to claim property tax adjustment. Late filing penalties apply to all forms filed after April 15. See page 45 for description of late filing penalties.

HS-122 Section A, VT Homestead Declaration, must be filed even if past the September 2 due date if the property was your principal dwelling April 1, 2008.

AMENDING FORM HS-122 See page 46.

SEE PAGES 45, 46 and 48 OF THE BOOKLET FOR information on Homestead, Nonresidential Property, Selling the Property, and Special Situations and Ownership.

LINE-BY-LINE INSTRUCTIONS

SECTION A 2008 VT Homestead Declaration

ALL RESIDENT VT HOMEOWNERS MUST FILE SECTION A.

The Declaration identifies property as the homestead of a VT resident and the property is taxed at the homestead school property tax rate. A different school property tax rate applies to nonresidential properties.

Who Must File: You must file a declaration if you: 1) Expect to be a VT resident on April 1, 2008; and 2) Own and occupy the VT property as your principal home on April 1, 2008. Only one eligible owner needs to file the Declaration.

Individuals holding a life estate or living in the home they transferred to a revocable trust also file the declaration. If homeowner is deceased, see page 46. The declaration must be filed even if you are not required to file an income tax return, do not claim a property tax adjustment, or missed the September 2 due date.

Homeowner Information: Enter your Social Security number, name, and address and, if applicable, the Social Security number and name for your spouse or civil union partner. Enter your date of birth. *Example:* Enter March 27, 1946 as 03 27 1946

Location: Enter the physical location of the homestead (street or road name). *Examples:* 123 Maple Street 276 Route 12A

Please do not enter post office box, "same", "see above", or town name here.

Line A1 VT School District Code: Enter the 3-digit school district code where you lived on April 1, 2008. Most towns print this code on the property tax bill. A school district code chart is available on our web site at <http://tax.vermont.gov> or see page 13. If you are not sure of your school district code, check with your town clerk.
➔ Be sure to use the school district code and town where your housesite is located. This may be different from the town used as your mailing address.

Line A2 Legal Residence: Enter the town or city name of legal residence. If you live where there is both a city and town with the same name, please specify city or town.
Examples: Rutland City or Rutland Town Barre City or Barre Town

Line A3 SPAN (School Property Account Number): This is a unique identification number assigned by the town. Enter the 11-digit number printed on your property tax bill located in the Housesite information. Be sure to verify your SPAN as your property tax adjustment is credited to the property tax bill for this SPAN.

➔ Use whole numbers and round to the nearest percentage for Lines A4 and A5.

Line A4 Business Use of Dwelling: Enter percentage used for business. Enter 00.00% if no business use or use is 25% or less. See page 47 for further information.

Line A5 Rental Use of Dwelling: Enter percentage rented out. See page 47 for further information.

Line A6 Business or Rental Use of Improvements and Other Buildings on the Property: ☒ Check the applicable "Yes" or "No" box. Check the "Yes" box if any improvements or other buildings are rented out or used for business.

Lines A7-A10 Special Situations: ☒ Check the box if one of these situations applies to you. Homes on farm property are defined in 32 V.S.A. §5401(7). See page 48 for information on trusts and life estates.

SECTION B Property Tax Adjustment

➔ Section B must be completed to claim a property tax adjustment.

Supporting Documents Required: Form HI-144, Household Income. If applicable, include Landlord Certificate for Line B10 entry, OR the statement from your land trust, cooperative, or nonprofit mobile home park for property tax allocated to your lot or portion of property for Lines B11 and B12 entry. Use Line B10 or Lines B11 & 12, but not all three.

Who Can File: VT resident homeowners with household income up to \$97,000 may make a claim if they meet the eligibility requirements.

Lines B1 - B3 Eligibility Questions

➔ ALL questions must be answered to process return.

☒ Check the appropriate "Yes" or "No" box for B1, B2, and B3 to determine your eligibility.

Line B4 Housesite Value as of April 1, 2007 from the 2007/2008 property tax bill. See page 48 for information on a home purchased in 2007 or new construction.

➔ For household income of \$90,000 or more, Line B5 entry cannot exceed the property tax on a \$200,000 housesite value.

Line B5 Housesite Education Property Tax Enter the housesite education property tax shown on your 2007/2008 property tax bill.

Line B6 Housesite Municipal Property Tax Enter the housesite municipal property tax shown on your 2007/2008 property tax bill.

Line B7 Total Parcel Acres Enter the total number of acres shown on your 2007/2008 property tax bill. If you have more than 2 acres and are eligible for an adjustment, you receive \$10 per acre, up to 5 acres, on land over the housesite 2 acres. Payment is made on whole acres only. Household incomes of \$90,000 or more are not eligible for this acreage payment.

Line B8 Ownership Interest If you and the members of your household are the only owners, enter 100.00% on this line. If someone other than a member of the household is an owner, see *Ownership Situations* on page 47.

Line B9 Household Income Enter the amount on Form HI-144, Line t. See page 48 for information on extended income tax returns and household income.

Complete Line B10 OR Lines B11 and B12, but not all three.

Line B10 Mobile Home Lot Rent If your mobile home is located in a for-profit park, use the amount from Line 16 or Line 22 from the Landlord Certificate, Form LC-142.

Lines B11 & B12 Allocated Property Tax from Land Trust, Cooperative, or Nonprofit Mobile Home Park Obtain a statement from your land trust, cooperative, or nonprofit mobile home park showing the education and municipal property tax allocable to your housesite. Enter the amounts on these lines and include the statement with this form.

Maximum 2008 property tax adjustment is \$8,000. A worksheet on page 43 is available to calculate your property tax adjustment.

The property tax adjustment is paid directly to the town as a credit towards your 2008/2009 property tax bill. The town issues you a property tax bill for the balance due.

Section C Signature REQUIRED

Date Write the date on which the form was signed.

Disclosure Authorization To give the Department authorization to discuss your 2008 VT Homestead Declaration and Property Tax Adjustment with your tax preparer, ☒ check this box and include the preparer's name.

Preparer If you employed a paid preparer, he/she signs the claim. The preparer enters his/her Social Security or PTIN and, if employed by a business, the EIN of the business. If someone other than the filer(s) prepared the return without charging a fee, that preparer's signature is optional.

**DUPLICATE OF PAGE 27
(HS-122, SIDE 1)**

**DUPLICATE OF PAGE 28
(HS-122 INSTRUCTIONS)**



* 0 7 1 4 1 1 1 9 9 *

For the year Jan. 1-Dec. 31, 2007

| | | |
|-----------------|--|---------------|
| 2007 VERMONT | Renter Rebate Claim | FORM |
| | FOR HOUSEHOLD INCOME OF \$47,000 OR LESS | PR-141 |

Must Be Filed With: Household Income (Form HI-144) and Landlord's Certificate (Form LC-142)

Claimant's Social Security Number - - Spouse or CU Partner Social Security Number - -

Claimant's Last Name First Name Initial

Spouse or CU Partner Last Name First Name Initial

Mailing Address (Number and Street/Road or PO Box)

City/Town State Zip Code -

1 VT School District Code

2 City/Town of Legal Residence on 12/31/2007 State



Location of rental property

number, street / road name (DO NOT use PO Box, "same", or Town name)

ALL eligibility questions must be answered. You must have rented all 12 months in 2007. See instructions on page 47 for one exception.

Q1. Were you domiciled (legal resident) in VT all of calendar year 2007? . . . ☐ Yes, Go to Q2 ☐ No, STOP. You are not eligible.

Q2. Were you claimed as a dependent by another taxpayer in 2007? ☐ Yes, STOP. You are not eligible. ☐ No, Complete this form.

REBATE CALCULATION

Before doing rebate calculation, complete Household Income (Form HI-144).
YOU MUST ATTACH FORMS HI-144 AND LC-142 TO THIS FORM.

3. **ALLOCABLE RENT** (From Form LC-142, Line 16 or Line 23) 3. , . 00

Is more than 25% of this rental used for business purposes? If YES, see instructions. If NO, enter 100.00% on Line 4.

4. **HOME USE** 4. . 00 %

5. **ALLOWABLE RENT FOR REBATE CLAIM** (Multiply Line 3 by Line 4) 5. , . 00

6. **HOUSEHOLD INCOME** (From Form HI-144, Line t) If more than \$47,000, you are not eligible. 6. , . 00

7. **MAXIMUM PERCENTAGE OF INCOME FOR RENT** 7. %

| | | | |
|--------------------------------|-------------|-------------------|-------------------|
| If Line 6 Household Income is: | \$0 - 9,999 | \$10,000 - 24,999 | \$25,000 - 47,000 |
| Enter this % on Line 7: | 2.0% | 4.5% | 5.0% |

8. **MAXIMUM RENT FOR HOUSEHOLD INCOME** (Multiply Line 6 by Line 7 and enter result here) 8. , . 00

If Line 8 is **more than** Line 5, you do not qualify for a renter rebate.

9. **RENTER REBATE AMOUNT** (Subtract Line 8 from Line 5 and enter result here. If result is zero, you do not qualify for a rebate.) 9. , . 00

If filing this form with the VT Income Tax Return, also enter this amount on Form IN-111, Section 7, Line 31d.

SIGN HERE

Under penalties of perjury, I declare that I have examined this return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct and complete. Preparers cannot use return information for purposes other than preparing returns.

Keep a copy for your records.

Your signature

Date

Telephone Number (optional)

Spouse or CU Partner signature.

Date



Check here if authorizing the VT Department of Taxes to discuss this return and attachments with your preparer.

Preparer's Use Only

Preparer's signature

Date

Check if self-employed ☐

Preparer's SSN or PTIN

Firm's name (or yours if self-employed) and address

EIN

Preparer's Telephone Number

Instructions for Form PR-141 Renter Rebate Claim

The Renter Rebate Program assists eligible renters by refunding the portion of rent paid that exceeds the established percentage of household income.

LANDLORD'S CERTIFICATE You need a Landlord's Certificate, Form LC-142, completed by the landlord for each rental unit occupied in calendar year 2007. The law requires landlords with more than 4 residential rental units to provide you with a completed certificate by January 31. Landlords with 4 or less residential rental units provide the certificate upon your request. Landlords complete the section on property taxes only upon request.

UNABLE TO GET A CERTIFICATE FROM YOUR LANDLORD? You may still file a renter rebate claim. Complete a Landlord's Certificate including your landlord's name, address, and telephone number, attach copies of your cancelled checks or receipts for rent paid, and attach a letter explaining why you could not get a Landlord's Certificate. To obtain a Landlord's Certificate, contact the Department at (802) 828-2515, or e-mail taxforms@state.vt.us or fax to (802) 828-2701.

DUE DATE: APRIL 15, 2008 Claims may be filed up to SEPTEMBER 2, 2008. **Returns filed after September 2nd cannot be accepted** regardless of the reason the claim could not be filed.

TIMELY FILING The Department considers a renter rebate claim timely filed when mailed through the U.S. Post Office and the department receives it within 3 business days of the due date. If you bring the renter rebate claim to the Department in person, you must deliver it on or before the return due date.

REQUESTS FOR ADDITIONAL INFORMATION During processing, you may be asked to supply additional information to clarify items on your claim. A request does not mean you filed improperly or that your claim has been selected for an audit.

MISSING INFORMATION OR INCOMPLETE FILING Claims with incomplete or missing information are not considered filed. The information must be provided by the September 2 filing deadline or our request date, whichever is later. Information received after that time cannot be accepted which means the return is considered unfiled, and the claim is denied.

OFFSET OF REBATE OR INJURED SPOUSE CLAIMS Do you or your spouse or civil union partner owe tax or money to a VT state agency? VT law allows a claim against your renter rebate for unpaid bills for tax or other VT State agencies. Other agencies include Office of Child Support, Department of Corrections, VT courts, student loan agencies, and VT State Colleges.

If your spouse is responsible for the bill, and you are not, you need to file an "injured spouse" claim for your portion of the renter rebate. You may receive the portion of the renter rebate equal to the percentage of your income to the combined income of you and your spouse or civil union partner. See page 4 for filing an "injured spouse" claim.

➔ The Department will notify you if the renter rebate is offset. You have 30 days from the date on the notice to submit the injured spouse claim to the Department.

AMENDING or CHANGING RENTER REBATE INFORMATION Correcting household income is the only amendment or change allowed. See page 48 for more information.

ELIGIBILITY FOR RENTER REBATE

You must meet ALL of the following eligibility requirements:

- You were a legal resident of VT for the entire calendar year 2007; and
- You were not claimed in 2007 as a dependent of another taxpayer; and
- Your household income in 2007 does not exceed \$47,000; and
- You are the only person in the household making a renter rebate claim; **and**
- You rented for all 12 months in 2007. See page 47 for the one exception.

NOTE: Renter rebate claims based on the rental unit's property tax will be adjusted if your landlord charges you rent below market rate because you are related to the landlord, you hold an ownership interest in the rental unit, or for any other reason. The property tax will be adjusted to reflect the ratio of the rent charged to the fair market rent established by the Federal Housing and Urban Development Agency. See Technical Bulletin TB-28.

➔ **DECEASED RENTER:** You may not file a claim on behalf of a deceased person. The right to file a renter rebate claim is personal to the Claimant and does not survive the Claimant's death.

➔ **NURSING OR RESIDENTIAL CARE HOME:** The rebate claim is for room charge only. Services such as heat, electricity, personal services, medical services, etc., are deducted from the total. Generally, the room charge is 25% of the home's total charges to the person. For a percentage greater than 25%, the nursing home or residential care home must provide a breakout of costs. **Payments by Medicaid on behalf of the Claimant to the nursing home are not part of rent paid.**

NOTE: A person residing in a nursing or residential care home owning a homestead with a sibling or spouse can claim a renter rebate if a property tax adjustment claim is not made.

LINE-BY-LINE INSTRUCTIONS

➔ Complete Form HI-144 FIRST. If Line t is more than \$47,000, you are ineligible.

Supporting Documents Required: Forms HI-144 and LC-142

Claimant's Date of Birth Enter your date of birth (you are the claimant). *Example:* March 31, 1946, enter as 03 31 1946.

Claimant Information REQUIRED entries. Enter your name, your spouse or civil union partner (if applicable) name, mailing address and Social Security number(s). The rebate is issued to the name(s) and address on record. The Claimant is the leaseholder or the person responsible for the rent. **Only one claimant per household is allowed**, but there can be joint claimants (such as spouses or civil union partners).

Line 1 VT School District Code: REQUIRED entry. Go to the table on page 13 and select the three-digit school district code for the town where you lived on December 31, 2007.

Line 2 Legal Residence: REQUIRED entry. Enter your legal residence as of December 31, 2007. Your legal residence is where you live, and it may be different from your mailing address. If you live where there is both a city and town with the same name, please specify the one in which you reside. *For example:* St. Albans City or St. Albans Town.

Location of Rental Property: REQUIRED entry. Enter the physical location of the homestead (street or road name). *Examples:* 133 Main Street, Apt 2C; 425 Farm Road 210 US Rt 7N **Please do not enter post office box, "same" "see above," or the town name.**

Eligibility Questions REQUIRED entries. ☒ Check the appropriate "Yes" or "No" box for Q1 and Q2 to determine your eligibility.

Rebate Calculation

Line 3 Allocable Rent Enter from the Landlord's Certificate, Form LC-142, the greater of Line 16 or Line 22. This will be either 21% of rent paid for the calendar year or the property tax allocable to your rental unit. **MORE THAN ONE LANDLORD'S CERTIFICATE:** Add the greater of Line 16 or Line 22 from each certificate and enter on this line. File all LC-142s with your claim.

Line 4 Home Use If you use more than 25% of your rental unit's floor space for business purposes, the allowable rent amount is adjusted. The percentage of business use is generally the same percentage used on your Federal income tax return when there is more than 25% business use. To calculate business use, divide the square feet used for business by the total square feet in the rental unit. *Example:* You use an 11' x 12' room for an office and inventory storage. Your rental unit is 484 square feet (including the business use). Your business use is $11 \times 12 = 132 \text{ sf} / 484 = .27$ business use. Entry on Line 4 for home use is 73 (100% - 27%).

Line 5 Allowable Rent for Rebate Claim Multiply Line 3 by Line 4 and enter the result here. If all home use, enter 100.00% on Line 4.

Line 6 Household Income Enter the amount from Form HI-144, Line t. See page 48 for definition of household income.

Line 7 Maximum Percentage of Income for Rent Use the chart to find your household income group and applicable percentage. Enter that percentage here.

Line 8 Maximum Allowable Rent for Household Income Multiply Line 6 by Line 7 and enter the result here. If Line 8 is more than or the same as Line 5, you are not eligible.

Line 9 Renter Rebate Amount Subtract Line 8 from Line 5. This is your 2007 renter rebate. ➔ If you are filing the renter rebate claim with your 2007 VT income tax return, also enter this amount on Form IN-111, Section 7, Line 31d. You will be issued one check combining any income refund or rebate due you.

Signature REQUIRED Sign the claim.

Date Write the date on which the claim form was signed.

Disclosure Authorization If you wish to give the Department authorization to discuss your 2007 Renter Rebate Claim with your tax preparer, ☒ check this box and include the preparer's name.

Preparer If you employed a paid preparer, he/she must also sign the claim. The preparer must enter his/her Social Security number or PTIN and, if employed by a business, the EIN of the business. If someone other than the filer(s) prepared the return without charging a fee, then that preparer's signature is optional.

**DUPLICATE OF PAGE 31
(PR-141, SIDE 1)**

**DUPLICATE OF PAGE 32
(PR-141 INSTRUCTIONS)**

2007
VERMONT

Household Income

FORM
HI-144



* 0 7 1 4 4 1 1 9 9 *

For the year Jan. 1–Dec. 31, 2007

PRINT in BLUE or BLACK INK

This form must be attached to Renter Rebate Claim (Form PR-141) OR

Property Tax Adjustment Claim (Form HS-122, Section B)

Read instructions before completing form.

| | | |
|--------------------------------|------------|---------|
| Claimant's Last Name | First Name | Initial |
| Spouse or CU Partner Last Name | First Name | Initial |

Claimant's Social Security Number

□□□ - □□ - □□□□

Spouse or CU Partner Social Security Number

□□□ - □□ - □□□□

List the names and Social Security Numbers of all other persons (other than a Spouse or CU Partner) who had income and lived with you during 2007. Include their income in Column 3. Use a separate sheet of paper if needed.

1. _____ 2. _____

1. Claimant

2. Spouse/CU Partner

3. Other Persons

| | | |
|--|------------------------------|------------------------------|
| a. Cash public assistance/welfare _____ a. □□□, □□□ . 00 | a. _____ a. □□□, □□□ . 00 | a. _____ a. □□□, □□□ . 00 |
| b. Social security/railroad retirement/veteran's benefits, taxable and nontaxable _____ b. □□□, □□□ . 00 | b. _____ b. □□□, □□□ . 00 | b. _____ b. □□□, □□□ . 00 |
| c. Unemployment compensation/worker's compensation _____ c. □□□, □□□ . 00 | c. _____ c. □□□, □□□ . 00 | c. _____ c. □□□, □□□ . 00 |
| d. Wages, salaries, tips, etc. (See instructions for dependent's exempt income.) _____ d. □□□, □□□ . 00 | d. _____ d. □□□, □□□ . 00 | d. _____ d. □□□, □□□ . 00 |
| e. Interest and dividends _____ e. □□□, □□□ . 00 | e. _____ e. □□□, □□□ . 00 | e. _____ e. □□□, □□□ . 00 |
| f. Interest on U.S., state, and municipal obligations, taxable and nontaxable _____ f. □□□, □□□ . 00 | f. _____ f. □□□, □□□ . 00 | f. _____ f. □□□, □□□ . 00 |
| g. Alimony, support money, child support, cash gifts _____ g. □□□, □□□ . 00 | g. _____ g. □□□, □□□ . 00 | g. _____ g. □□□, □□□ . 00 |
| h. Business income: If the amount is a loss, enter zero. See instructions for offsetting a loss. _____ h. □□□, □□□ . 00 | h. _____ h. □□□, □□□ . 00 | h. _____ h. □□□, □□□ . 00 |
| i. Capital gains, taxable and nontaxable. If the amount is a loss, enter zero. See instructions for offsetting a loss. _____ i. □□□, □□□ . 00 | i. _____ i. □□□, □□□ . 00 | i. _____ i. □□□, □□□ . 00 |
| j. Pensions, annuities, retirement fund distributions. See instructions. _____ j. □□□, □□□ . 00 | j. _____ j. □□□, □□□ . 00 | j. _____ j. □□□, □□□ . 00 |
| k. Rental income: If the amount is a loss, enter zero. See instructions for offsetting a loss. _____ k. □□□, □□□ . 00 | k. _____ k. □□□, □□□ . 00 | k. _____ k. □□□, □□□ . 00 |
| l. Farm/partnerships/S Corporations/LLCs Income: If the amount is a loss, enter zero. See instructions for offsetting a loss. _____ l. □□□, □□□ . 00 | l. _____ l. □□□, □□□ . 00 | l. _____ l. □□□, □□□ . 00 |
| m. Other income (See instructions for examples of other income). Please specify _____ m. □□□, □□□ . 00 | m. _____ m. □□□, □□□ . 00 | m. _____ m. □□□, □□□ . 00 |
| n. TOTAL INCOME: Add Lines a through m _____ n. □□□, □□□ . 00 | n. _____ n. □□□, □□□ . 00 | n. _____ n. □□□, □□□ . 00 |

continued on back



* 0 7 1 4 4 1 2 9 9 *

1. Claimant**2. Spouse/CU Partner****3. Other Persons**

\$ _____

1. Carryforward amount from
Line n, Column 1

\$ _____

2. Carryforward amount from
Line n, Column 2

\$ _____

3. Carryforward amount from
Line n, Column 3

o. Social security and Medicare tax withheld on wages on income reported above and/or self-employment tax paid, and amount deducted from Federal Form 1040-Line 27. See instructions at page 49. Attach W-2 forms and/or Federal Schedule SE if not included with income tax filing. _____

o. [] [] , [] [] . 00

o. [] [] , [] [] . 00

o. [] [] , [] [] . 00

p. Child support paid. You must attach proof of payment. See instructions.
Support paid to _____

SSN → [] [] - [] [] - [] [] [] []

p. [] [] , [] [] . 00

p. [] [] , [] [] . 00

p. [] [] , [] [] . 00

q. Adjustments to income from Federal Form 1040-Line 36 or 1040A-Line 20 _____

q. [] [] , [] [] . 00

q. [] [] , [] [] . 00

q. [] [] , [] [] . 00

r. TOTAL ADJUSTMENTS Add Lines o, p, and q. _____

r. [] [] , [] [] . 00

r. [] [] , [] [] . 00

r. [] [] , [] [] . 00

s. ADJUSTED INCOMES OF HOUSEHOLD MEMBERS Subtract Line r from Line n. _____

s. [] [] , [] [] . 00

s. [] [] , [] [] . 00

s. [] [] , [] [] . 00

t. TOTAL HOUSEHOLD INCOME Add the totals of Columns 1, 2, and 3 Line s. _____

TOTAL → t. [] [] , [] [] . 00

RENTERS:

If total Household Income is \$47,000 or less, enter Line t on Form PR-141, Line 6. Claims are due April 15, 2008 but can be filed up to September 2, 2008.

If total Household Income is more than \$47,000, you do not qualify for a renter rebate.

HOMEOWNERS:

All Homeowners MUST complete Form HS-122, Sections A and C, if they owned and occupied the property as their principal home on April 1, 2008. If you are only declaring a VT homestead, skip Section B.

Homeowners with household incomes up to \$97,000 on Line t of this form should complete all sections of Form HS-122. You may be eligible for a property tax adjustment. If making a claim for property tax adjustment on Form HS-122, Section B, this HI-144 must be attached.

Form HS-122 Due Date - April 15, 2008. Homeowners filing a late HS-122 **by September 2, 2008** can still declare property as a homestead for the education property tax rate and apply for property tax adjustment. However, the following late filing penalties apply: (1) The town bills and collects a penalty of 1% of correct education tax; and (2) if you are eligible for a property tax adjustment, the amount of the adjustment is reduced by \$15.

**DUPLICATE OF PAGE 35
(HI-144, SIDE 1)**

**DUPLICATE OF PAGE 36
(HI-144, SIDE 2)**

Pharmacy Programs Application

VPharm, VHAP-Pharmacy, VScript, VScript Expanded, and Healthy Vermonters Programs

This application is for programs that help Vermonters pay for prescription drugs. People who have a disability or are age 65 or older may be eligible for one of these programs. The Healthy Vermonters program helps other people with moderate incomes. **We will give you the best coverage we can.**

The maximum income limit for one person is about \$3,500 per month, increasing with each additional household member. You may be required to pay a monthly premium of up to \$42 per month for each person. **Please answer each question below for the people applying for coverage.**

Name _____ Social security no. _____
Last First Middle initial

Mailing address _____
Number Street PO Box or RD City or Town State Zip code

Marital status ☐ Single ☐ Married ☐ Civil union ☐ Separated ☐ Divorced ☐ Widowed Sex ☐ M ☐ F

Spouse or CU partner _____ Social security no. _____
Last First Middle initial

Is this person also applying? ☐ Yes ☐ No Telephone # _____

Are any of your children or stepchildren who are under age 21 living with you? ☐ Yes - ages of children _____ ☐ No

| QUESTIONS | APPLICANT | SPOUSE OR CIVIL UNION PARTNER |
|---|--|--|
| 1. What is your date of birth? | | |
| 2. Are you a U.S. citizen? If no, include proof of legal residence. | <input type="checkbox"/> Yes <input type="checkbox"/> No | <input type="checkbox"/> Yes <input type="checkbox"/> No |
| 3. Do you receive Medicare? | <input type="checkbox"/> Yes <input type="checkbox"/> No | <input type="checkbox"/> Yes <input type="checkbox"/> No |
| 3a. Medicare claim number | | |
| 3b. Part A (hospital coverage) | Begin date Premium | Begin date Premium |
| 3c. Part B (medical coverage) | Begin date Premium | Begin date Premium |
| 3d. Part C (managed care) | Begin date Premium | Begin date Premium |
| 3e. Part D (drug coverage) | Begin date Premium | Begin date Premium |
| 4. Have you chosen a Part D Prescription Drug Plan? | <input type="checkbox"/> Yes <input type="checkbox"/> No | <input type="checkbox"/> Yes <input type="checkbox"/> No |
| 4a. Plan name | | |
| 4b. Contract ID # | | |
| 4c. Plan ID # | | |
| 4d. Plan start date | | |
| 5. Have you applied for "extra help" for Part D through Social Security? | <input type="checkbox"/> Yes, granted <input type="checkbox"/> Yes, denied <input type="checkbox"/> No | <input type="checkbox"/> Yes, granted <input type="checkbox"/> Yes, denied <input type="checkbox"/> No |
| 5a. If granted, begin date | | |
| 5b. If denied, what reason did Social Security give you? | <input type="checkbox"/> Over income <input type="checkbox"/> Over resource <input type="checkbox"/> Failed to cooperate <input type="checkbox"/> Other; explain: | <input type="checkbox"/> Over income <input type="checkbox"/> Over resource <input type="checkbox"/> Failed to cooperate <input type="checkbox"/> Other; explain: |
| 6. If you did not apply, what was your reason? | <input type="checkbox"/> Over income <input type="checkbox"/> Over resource <input type="checkbox"/> Other; explain: | <input type="checkbox"/> Over income <input type="checkbox"/> Over resource <input type="checkbox"/> Other; explain: |
| 7. Do you have private insurance that covers prescription drugs? (Do not include discount programs) | <input type="checkbox"/> Yes <input type="checkbox"/> No | <input type="checkbox"/> Yes <input type="checkbox"/> No |
| 7a. Name of insurance company | | |
| 7b. Address | | |
| 7c. Policy number | | |
| 7d. Does this drug coverage have an annual limit? | <input type="checkbox"/> Yes <input type="checkbox"/> No | <input type="checkbox"/> Yes <input type="checkbox"/> No |

Please complete the other side and sign this application 

| | | | |
|---|---|--------------------------------|-----------------------------|
| 8. Do you or your spouse or civil union partner have health insurance? | | <input type="checkbox"/> Yes | <input type="checkbox"/> No |
| 8a. Policy holder | Services (check all that apply) | Names of people covered | |
| 8b. Policy # _____ Group # _____ | <input type="checkbox"/> Doctors <input type="checkbox"/> Prescriptions | | |
| 8c. Date coverage began | <input type="checkbox"/> Hospitals <input type="checkbox"/> Major Medical | | |
| 8d. Premium \$ _____ per _____ | <input type="checkbox"/> Outpatient <input type="checkbox"/> Other _____ | | |
| 8e. Name of insurance company | | | |
| 8f. Company address & phone # _____ | | | |
| 9. Have you or your spouse or civil union partner lost health insurance in the past 12 months? (Do not include state health care programs) | | <input type="checkbox"/> Yes | <input type="checkbox"/> No |
| 9a. Name of person | 9b. Date insurance ended | 9c. Reason why insurance ended | |
| | | | |
| | | | |

Please list all current gross income (before taxes, Medicare, and other deductions) for yourself and your spouse or civil union partner, if he or she lives with you. Please answer all questions.

| TYPE OF INCOME | APPLICANT | | | SPOUSE OR CIVIL UNION PARTNER | | |
|---|-------------------------------|-------------------------|-------------------------------|-------------------------------|-------------------------|-------------------------------|
| | AMOUNT (before deductions) | HOW OFTEN? (Mo./Yr.) | | AMOUNT (before deductions) | HOW OFTEN? (Mo./Yr.) | |
| Social security retirement | \$ _____ | per _____ | <input type="checkbox"/> None | \$ _____ | per _____ | <input type="checkbox"/> None |
| Social security disability | \$ _____ | per _____ | <input type="checkbox"/> None | \$ _____ | per _____ | <input type="checkbox"/> None |
| SSI | \$ _____ | per _____ | <input type="checkbox"/> None | \$ _____ | per _____ | <input type="checkbox"/> None |
| Railroad retirement | \$ _____ | per _____ | <input type="checkbox"/> None | \$ _____ | per _____ | <input type="checkbox"/> None |
| Veteran's benefits | \$ _____ | per _____ | <input type="checkbox"/> None | \$ _____ | per _____ | <input type="checkbox"/> None |
| Pensions or annuities | \$ _____ | per _____ | <input type="checkbox"/> None | \$ _____ | per _____ | <input type="checkbox"/> None |
| Interest or dividends | \$ _____ | per _____ | <input type="checkbox"/> None | \$ _____ | per _____ | <input type="checkbox"/> None |
| Self-employment, including rental | \$ _____ | per _____ | <input type="checkbox"/> None | \$ _____ | per _____ | <input type="checkbox"/> None |
| <i>(If yes, please send copy of most recent federal income tax return including all schedules.)</i> | | | | | | |
| Wages in last 30 days | \$ _____ | | <input type="checkbox"/> None | \$ _____ | | <input type="checkbox"/> None |
| | Employer _____ | Hrs. per wk. _____ | Hourly wage _____ | | Employer _____ | Hrs. per wk. _____ |
| Other income in last 30 days | \$ _____ | | <input type="checkbox"/> None | \$ _____ | | <input type="checkbox"/> None |
| <i>(Such as unemployment, worker's compensation, or alimony)</i> | | | | | | |
| Please describe _____ | | | | | | |
| Do you pay for day care for a child or an incapacitated adult? | \$ _____ | per month | <input type="checkbox"/> No | \$ _____ | per month | <input type="checkbox"/> No |
| Do you pay child support or alimony? | \$ _____ | per month | <input type="checkbox"/> No | \$ _____ | per month | <input type="checkbox"/> No |

Please read the following rights and responsibilities and sign below:

The information I have provided is correct to the best of my knowledge. I understand this information may be verified. I understand that I must report all changes, such as changes in income, insurance, address, and household size. I understand the information I have given is private and cannot be seen by the public.

I understand that federal regulation requires that I provide my social security number and that it may be used to check my statements with other agencies, such as the Social Security Administration and the Internal Revenue Service, and for quality control reviews. This requirement may be waived for members of a religious organization that objects to furnishing a social security number.

I understand that intentionally making a false or misleading statement, or concealing or withholding facts, may result in paying the Department, in cash, the

value of the prescription discounts I received and may subject me to civil or criminal prosecution.

I understand that I have the right to treatment that is fair and does not discriminate. I may not be treated differently because of race, color, national origin, marital status, sex, sexual orientation, age, religion, political beliefs, place of birth, or because of physical, mental, or emotional conditions. If I have a complaint about being treated differently, I may contact the Office for Civil Rights, Health and Human Services, Room 506-F, 200 Independence Avenue, S.W., Washington D.C. 20201. If I believe I have been discriminated against because of a disability, I may contact: Deputy Commissioner, Department for Children and Families, Economic Services Division, 103 South Main Street, Waterbury, VT 05671-1201.

I have reviewed the statements above about my rights and responsibilities and I understand them.

| | | | |
|---|------|---|-------------|
| Signature of applicant, authorized representative or legal guardian | Date | Signature of person witnessing or helping to fill out this form | Telephone # |
|---|------|---|-------------|

If you have an authorized representative or legal guardian, please provide:

Name: _____ Telephone #: _____

Address: _____

After signing this form, please mail it to: VT Department of Taxes, 133 State Street, Montpelier, VT 05633-1401

If you have questions or for current income levels, call Health Access Member Services at 1-800-250-8427.

To use telephone service for people with hearing disabilities, call 1-888-834-7898.



You may be eligible for a credit of at least \$13.00 toward payment of your monthly Vermont basic telephone charge. To apply, return this form by June 15, 2008. **You must reapply for the credit each year.**

If you will be 65 or OLDER by June 15, 2008.
Complete this checklist to see if you are eligible:

Are you a Vermont resident? ☐ Yes ☐ No

Will you be at least 65 by June 15, 2008? ☐ Yes ☐ No

Was your 2007 household income for you and your spouse less than \$23,958 (from Income section below, Line p.)? ☐ Yes ☐ No

If you answer "Yes" to all questions, you are eligible.

OR

If you will be UNDER 65 on June 15, 2008.
Complete this checklist to see if you are eligible:

Are you a Vermont resident? ☐ Yes ☐ No

Will you be younger than 65 on June 15, 2008? ☐ Yes ☐ No

Was your 2007 household income for you and your spouse less than \$20,535 (from Income section below, Line p.)? ☐ Yes ☐ No

If you answer "Yes" to all questions, you are eligible.

The following section must be filled out completely or your application will be returned and benefits will be delayed.

Your Name _____

Spouse or CU Partner Name _____

Name on phone bill _____

Street, P.O. Box or RD _____

Telephone Number

-

Customer Code *
(Verizon Customers)

Name of your telephone company _____

City _____ State _____ Zip Code _____

Social Security Number

Yours - -

Spouse or
CU Partner - -

Birthdate

Month

Day

Year

Yours

Sex
F/M

Spouse or
CU Partner

INCOME (Total, You and Spouse or CU Partner combined)

- a. Cash public assistance/welfare a. _____
- b. Social Security/railroad retirement/veteran's benefits, **taxable and nontaxable** b. _____
- c. Unemployment compensation/worker's compensation c. _____
- d. Wages, salaries, tips, etc. d. _____
- e. Interest and dividends e. _____
- f. Interest on U.S., state and municipal obligations, **taxable and nontaxable** f. _____
- g. Alimony, support money/child support g. _____
- h. Business income: **If you have a loss, enter -0-** h. _____
- i. Capital gains, taxable and nontaxable. **If you have a loss, enter -0-** i. _____
- j. Pensions and annuities, **taxable and nontaxable** j. _____
- k. Rental income: **If you have a loss, enter -0-** k. _____
- l. Farm/partnership/Subchapter S income: **If you have a loss, enter -0-** l. _____
- m. Other income. Please specify m. _____
- n. SUBTOTAL: Add lines a through m n. _____
- o. LESS adjustments to income from Federal Form 1040, Line 36 or 1040A, Line 20. o. _____
- p. **TOTAL INCOME:** Subtract Line o from Line n and enter the result here. p. _____

☐ NR OFFICIAL USE ONLY

I declare under penalties of perjury this application is true, correct, and complete to the best of my knowledge. If prepared by a person other than the applicant, this declaration further provides that under 32 V.S.A. §5901 this information has not been and will not be used for any other purpose, or made available to any other person other than for the preparation of this application unless a separate valid consent form is signed by the applicant and retained by the preparer. I authorize the VT Department of Taxes to disclose this information and other information necessary to process the Lifeline Credit to the Secretary of Human Services.

Subscriber's signature _____

Date _____

Signature of preparer if other than taxpayer _____

Date _____

Spouse or Civil Union Partner signature (if filing jointly) _____

Date _____

Address of preparer _____

* See back for help finding your Verizon Customer Code.

Instructions for Lifeline Telephone Service Credit

What is the Lifeline Telephone Credit?

The Lifeline program provides a credit of at least \$13.00 on the monthly telephone bills of income-eligible Vermont residents.

Who is eligible for the Lifeline Telephone Credit?

Two groups of Vermont residents with telephone service are eligible for the credit. You are eligible if you reside in Vermont, have phone service, and

- you will be 65 or older by June 15, 2008 and your household income is less than \$23,958;

OR

- you are under 65 and your household income is less than \$20,535

You need to submit an application for Lifeline credit each year.

What income must be included?

You must include your Adjusted Gross Income (Federal Form 1040, Line 37; or 1040A, Line 21; or 1040EZ, Line 4). This is before deduction of any loss from a trade or business, partnership, small business corporation, rental property or capital loss. This is added to all other taxable and non-taxable income such as alimony, support money, cash public assistance and relief, cost of living allowance, serviceman's dependent allowances, gross amount of pensions and annuities, railroad retirement benefits, Social Security payment, veteran's benefit act payments, nontaxable interest received from Federal or state instrumentality, unemployment and worker's compensation, gross amount of "lost time" insurance and total capital gains. It does not include gifts from nongovernmental sources, food stamps, relief in kind supplied by a government agency, or payments made by the State for foster care or care of a developmentally disabled person.

When and how do you apply?

All eligible telephone subscribers should mail the completed application on or before June 15, 2008 to:

**VT Department of Taxes
133 State Street
Montpelier, VT 05633-1401**

Electronic submissions are not accepted. Applications submitted after June 15, 2008 will not be considered for the credit this year. To request a waiver of this deadline by the Agency of Human Services, applicants must submit in writing the reason for failure to meet the June 15, 2008 deadline.

The application may be submitted with your Vermont tax forms. If you are not required to file, you may send just this application to the VT Department of Taxes.

The VT Agency of Human Services processes your application. Your telephone company will receive notice of your eligibility and apply the credit to the telephone account of the name, telephone number and customer code you write on this application. It is very important the information on the application matches the information with your telephone company. **Before mailing your application, check your telephone bill for the spelling of your name, your telephone number, and the customer code that follows your telephone number.** If it is convenient, attach a copy of your telephone bill to this application.

Where do I find my Verizon Customer Code?

If you are a Verizon customer, your Customer Code is the three digits after your telephone number on your bill. Your phone number, plus these three digits, is your Verizon account number.

When will the Lifeline Credit begin?

If this is the first time you applied for the Lifeline credit, it may take up to three (3) months for the credit to appear on your telephone bill.

Do all telephone companies participate in Lifeline?

No. Only the following companies must offer Lifeline: Franklin Telephone; Fairpoint/Northland Telephone; Shoreham Telephone; TDS (Ludlow, Northfield, and Perkinsville); Topsham Telephone; Unicel; Verizon; Vermont Telephone; and Waitsfield/Champlain Valley Telecom. Other companies may offer a Lifeline discount but are not required to do so and do not get reimbursed for their Lifeline costs.

How can I get answers to my questions about Lifeline?

For more information about the application or the credit

- Seniors call the Senior HelpLine at 1-800-642-5119 to reach your local area agency on aging;
- Under 65 call the AHS Economic Services Division (formerly PATH) at 1-800-287-0589.

Persons who receive Reach Up, Food Stamps, Medicaid, or Fuel Assistance benefits may be eligible to apply year-round for Lifeline through the AHS Economic Services Division. To apply, contact your Economic Services Division district office.

YOU MUST REAPPLY FOR LIFELINE EACH YEAR.

PROPERTY TAX ADJUSTMENT WORKSHEET

YOU MAY USE THIS WORKSHEET TO ESTIMATE YOUR PROPERTY TAX ADJUSTMENT. PLEASE NOTE THAT IF YOU DESIGNATE ANY OF YOUR INCOME TAX REFUND TO PAY YOUR PROPERTY TAX, OR IF YOU OWE A DEBT TO THE STATE OR FEDERAL GOVERNMENT, THE ADJUSTMENT AMOUNT SENT TO YOUR TOWN WILL DIFFER FROM THE AMOUNT CALCULATED ON THIS FORM. THE DEPARTMENT WILL NOTIFY YOU IN JULY OF THE ADJUSTMENT AMOUNT SENT TO THE TOWN.

UNLESS OTHERWISE SPECIFIED, LINE REFERENCES ARE TO THIS WORKSHEET.

HIP (from chart on page 13)HIP. _____
HEV (from chart on page 13)HEV. _____
200K Homestead School Tax (from chart on page 13)200K. _____

EDUCATION PROPERTY TAX ADJUSTMENT CALCULATION

(Adjustments phase out at approximately \$97,000 household income)

1. Housesite Education Tax 1. _____
If Household Income (Form HS-122, Line B9) is *less than \$90,000*, enter total of amounts from Form HS-122, Lines B5 and B11.
If Household Income (Form HS-122, Line B9) is *\$90,000 or more*, enter **lesser of** the total of amounts from Form HS-122, Lines B5 and B11 **OR** \$200,000 value (200K) above.
2. Adjustment of Housesite Education Tax for Ownership (Multiply Line 1 by Form HS-122, Line B8) 2. _____
3. Income-sensitized Housesite Education Tax (Multiply Form HS-122, Line B9 by HIP above) 3. _____
4. Housesite Education Tax Adjustment (Subtract Line 3 from Line 2).
If Line 3 is more than Line 2, enter "0" 4. _____
5. Acreage Adjustment 5. _____
If Household Income (Form HS-122, Line B9) is *\$90,000 or more*, enter zero.
If Line 4 is *more than zero AND* Household Income is *less than \$90,000*, multiply up to 5 **additional acres** not included in housesite by \$10.
6. Education Property Tax Adjustment amount (Add Lines 4 and 5, but not more than \$8,000) 6. _____

ADDITIONAL ADJUSTMENT FOR CLAIMANTS WITH HOUSEHOLD INCOME OF \$47,000 OR LESS

7. Value Method and Ownership Adjustment (Multiply HEV above by Form HS-122, Line B8) 7. _____
8. Subtract Line 7 from Line 2 8. _____
9. Housesite Education Tax Adjustment (Subtract the **lesser of** Line 3 or 8 from Line 2) 9. _____
10. Education and Municipal Housesite Tax (Add Form HS-122, Lines B5, B6, B11, and B12) 10. _____
11. Ownership adjustment (Multiply Line 10 by Form HS-122, Line B8)..... 11. _____
12. Plus property tax allocable from mobile home lot rent (Add amounts from Line 11 and Form HS-122, Line B10) 12. _____
13. Maximum property tax for income (Multiply Form HS-122, Line B9 by percentage from chart below that corresponds to your income level)..... 13. _____

| | | | |
|-------------------------|-------------|-------------------|-------------------|
| If Household Income is: | \$0 - 9,999 | \$10,000 - 24,999 | \$25,000 - 47,000 |
| Use this %: | 2.0% | 4.5% | 5.0% |

14. Property Tax Exceeding Household Income Percentage (Subtract Line 13 from Line 12) 14. _____
15. Enter the larger of Line 9 or Line 14 15. _____
16. Acreage Adjustment 16. _____
If Line 14 is *more than zero*, multiply up to 5 **additional acres** not included in housesite by \$10.
17. Property Tax Adjustment to be credited towards your 2008/2009 property tax bill.
Add Lines 15 and 16, but not more than \$8,000 17. _____

Name of State(s) During Non-VT Residency Write the names of the other states, Canadian provinces, or countries where you were a resident in 2007.

SCHEDULE II Adjustment for VT Exempt Income

Line 31 If Schedule I is completed, enter Line 28 amount. Otherwise, enter Adjusted Gross Income from VT Form IN-111, Section 2, Line 10.

Line 32 Part-Year Residents and Nonresidents: Enter the amount from Schedule I, Line 30. Full-Year Residents: Enter 0.

Line 33 Enter the amount of VT exempt military pay received in 2007 that is included in your Federal adjusted gross income. Exempt military pay is:

I. Wages earned from the armed services for full-time active duty outside of VT. **Supporting Documents Required:** Copy of active duty orders.

II. Up to \$2,000 for National Guard or U.S. Reserve training pay earned in VT if your adjusted gross income for tax year 2007 is less than \$50,000. **Supporting Documents Required:** Copy of DFAS form for months ending September 30, 2007 and December 31, 2007, or certification statement from unit that all training was completed during the calendar year.

III. Student loan repayment can be taken only if the amount is included in your adjusted gross income. Enter the repayment benefit made under 10 U.S.C. Chapters 109 and 1609 for 2007 year. **Supporting Documents Required:** Certification statement from armed services showing your name, address, Social Security number, amount of student loan repayment, and payment date.

➔ Deployed members of the National Guard or U.S. Reserve may be eligible for both full-time military pay as well as the monthly training exemptions.

➔ Persons assigned by their employer to work on a military project are not members of the armed services.

Line 34 Federal Employment Opportunity Enter the amount of wages or expenses required to be added back to Federal AGI under IRC Sections 280C or 44.

Line 35 Enter the amount you received in 2007 for Regular Railroad Retirement Benefits (Tier 1) and Supplemental Railroad Annuity Payments (Tier 2). This income is taxable at the Federal level, but exempt from VT income tax. If you receive Social Security that includes Tier 1 or Tier 2 benefits, enter only the portion included in your Federal adjusted gross income. **Supporting Documents Required:** Copy of 1099, 1099RB, WP-4 or any other document you received showing payment of these benefits.

Line 36 Enter the amount paid by the State of VT to a family for the support of an eligible person with a developmental disability, as defined in 18 V.S.A. §8722(2). This is not difficulty of care payments. This exclusion does not apply to caretakers or contractors hired by the family or guardian of the person with a developmental disability, even if the payment comes directly from the State. ➔ This amount may be excluded only if the payment is included in your adjusted gross income.

Line 37 Enter the amount or the portion eligible for business expenses in VT made to comply with the Americans with Disabilities Act under Internal Revenue Code §44. **Supporting Documents Required:** Copy of Federal form.

Line 38 (For Nonresidents Only) Enter the amount of VT income earned for a dramatic performance in a commercial film production that is excluded from income tax in your state of legal residence.

Line 39 Enter the amount of interest or income you received from a bond or note of the VT Telecommunications Authority.

Line 40 Add Lines 32 through 39 and enter result. This is the total amount of income not subject to VT income tax. ➔ No entry is needed on this line if you did not have entries on Lines 32 - 39.

Line 41 Subtract Line 40 from Line 31. This is the VT income subject to tax.

Line 42 Divide Line 41 by Line 31. Enter result and also on Form IN-111, Section 4, Line 21.

➔ Carry out to two decimal places.

Example: $\frac{\text{(Line 41)} \$ 4,000}{\text{(Line 31)} \$18,000} = .2222 \times 100 = 22.22\%$

NOTE: If Line 41 (VT income) equals or exceeds Line 31 (adjusted gross income), enter 100.00% and also on Form IN-111, Section 4, Line 21.

If Line 31, 32, 39, or 40 is negative, go to the Department web site at <http://tax.vermont.gov> or call (866) 828-2865 (toll-free in VT) or (802) 828-2865 for instructions.

FORM IN-119 VT TAX CREDITS

Form IN-119 is not included in this booklet. With the exception of Line 1 Affordable Housing (32 V.S.A. §5930u) and Venture Seed Capital Fund (32 V.S.A. §5930b), the credit available is from carryforwards of prior approved credits. The form is on our web site or call 1-866-828-2865 (toll-free in VT) or 802-828-2515 to order a Form IN-119.

If you received tax credit through S corporations, LLCs, LLPs, or partnerships, enter the name of the entity and its FEIN at the top of Form IN-119.

TAX CREDITS FROM MORE THAN ONE ENTITY? For the Economic Advancement Tax Incentive credits, you must complete a separate Form IN-119 for each entity from which you have received a K-1. Fill out the identifying information at the top of the form and complete lines 13-20 and 34-41 of the worksheet for each entity receiving an EATI credit.

Credit on Line 1 requires prior approval from the VT Housing Authority.

Credits claimed on Lines 2 - 8 require prior approval from VT Division for Historical Preservation.

Credit claimed on Line 12 is for an investment in the VT Venture Seed Capital Fund. The VT Economic Development Authority administers the fund and issues an investment statement to support your credit.

Credits claimed on Lines 15 - 22 require prior approval from VT Economic Progress Council (VEPC)

See tax credit information at <http://tax.vermont.gov> showing requirements, supporting documents and contact information.



SCHOOL PROPERTY TAX RATES AND PROPERTY TAX ADJUSTMENT

(FOR FULL-YEAR VT RESIDENTS ONLY)

The State of VT funds public education through a statewide property tax. VT offers property tax relief to eligible homeowners based on a percentage of their household income.

GENERAL INFORMATION

School Property Tax Rates VT towns classify property on their grand lists as either homestead or nonresidential. A different school property tax rate applies to homestead and nonresidential properties.

Homestead Property is owned and occupied by a VT resident as his or her principal home on April 1, and declared as a homestead on Form HS-122, Section A, and filed with the VT Department of Taxes.

Nonresidential Property is (1) property used for commercial purposes, or as a camp, second home or summer cottage, (2) property not declared as a homestead by the due date, or (3) property not used as a homestead on April 1.

VT Homestead Declaration All VT resident homeowners who own and occupy property as their principal home on April 1 must declare the property as a homestead each year by filing Form HS-122 with the VT Department of Taxes.

NOTE: The Declaration must be filed even if you are late, are not required to file an income tax return, or do not claim a property tax adjustment.

Property Tax Adjustment The property tax adjustment assists VT residents to pay property taxes over an established percentage of their household income. The State pays the property tax adjustment directly to the town and the town issues the homeowner a property tax bill for the balance due. The property tax adjustment calculation uses 2007 household income and 2007 property taxes.

Selling or Buying Property before April 1 If you sell your home before April 1 and filed a declaration and/or property tax adjustment claim, you must withdraw the filing. Use Form HS-122W. If you buy new property that you will own and occupy as your principal residence by April 1, you need to file a new declaration and/or property tax adjustment claim by the due date.

FORM HS-122 Homeowners file both the VT Homestead Declaration and Property Tax Adjustment Claim on this form.

Section A is the VT Homestead Declaration. Homeowners must file Section A if (1) they own and occupy a VT property as their principal residence on April 1, 2008; or (2) they live in a home retained through a life estate or a home they transferred to a revocable trust. See page 48 for information on trusts. A property tax adjustment will be paid only for properties declared as a homestead by the due date.

Section B is the Property Tax Adjustment Claim. Eligible homeowners file both Section A and Section B to claim a property tax adjustment. Eligibility requirements are (1) owning and occupying the property as a principal residence on April 1; (2) being a VT resident all of 2007 calendar year; (3) not being claimed as a dependent by another taxpayer for tax year 2007; and (4) having household income of \$97,000 or less.
NOTE: Homeowners with household income of \$97,000 or more generally do not qualify for an adjustment.

Maximum property tax adjustment for 2008 is \$8,000.

TIMELY FILING Form HS-122 is due April 15, 2008. No extension of time to file is available. A return mailed through the US Post Office will be considered timely if it is received by the Department within 3 business days of the due date. If you file electronically or bring the return to the

Department in person, the Department must receive the return on or before the due date to be timely.

Filing HS-122 on or before April 15, 2008:

- The property will be classified as a homestead on the town grand list
- The property will be taxed at the homestead school property tax rate
- For eligible homeowners, the property tax adjustment credit will be sent to the town in July 2008
- The homeowner will receive a property tax bill from the town for the balance due

See *Late Filing* for additional filing opportunity.

EXTENSION OF TIME NOT AVAILABLE An extension of time to file an income tax return does NOT apply to the HS-122. HS-122 is accepted only up to September 2, 2008.

DETERMINING HOUSEHOLD INCOME FOR EXTENDED INCOME TAX RETURNS See page 48 for information.

LATE FILING An HS-122 filed after April 15, 2008 is late, but you can file a late HS-122 up to September 2, 2008, and still declare a homestead and make a property tax adjustment claim.

Filing a late HS-122 between April 15 and September 2, 2008 means:

- The property will be classified as a homestead on the town grand list
- The property will be taxed at the homestead school property tax rate
- Late filing penalties will be charged
- For eligible homeowners, the property tax adjustment credit will be sent to the town in September 2008
- Depending on when your town sends property tax bills, you may receive a property tax bill without adjustment and a revised property tax bill in September

Filing a late HS-122 after September 2, 2008 means:

- The property will remain classified as nonresidential on the town grand list
- The property will be taxed at the higher school property tax rate
- No property tax adjustment claim may be made
- Late filing penalties will be charged

Late Filing Penalties apply as follows:

Filing a late HS-122 between April 15 and September 2, 2008

- 1% of the correct school property tax will be billed and collected by the town
- A \$15 reduction in the property tax adjustment amount

Filing a late HS-122 after September 2, 2008

- 1% of the correct school property tax will be billed and collected by the town

APPEALING THE LATE FILING PENALTY The late filing penalty must be appealed to the town. The law provides for a hardship appeal. Hardship is defined as full-time active military duty outside of VT; serious illness or disability of the homestead owner; or serious illness, disability or death of an immediate family member of the homestead owner.

REQUESTS FOR ADDITIONAL INFORMATION You may be asked to supply additional information on your Form HS-122. Such a request does not necessarily mean that you filed improperly. These requests are a routine part of processing returns.

MISSING INFORMATION OR INCOMPLETE FILING You will be given an opportunity to complete the filing. Returns with incomplete or missing information are not considered filed.

OFFSET OF ADJUSTMENT OR INJURED SPOUSE CLAIMS Do you or your spouse or civil union partner owe tax or money to a VT state agency? VT law allows a claim against your property tax adjustment for unpaid bills for tax or other VT State agencies. Other agencies include Office of Child Support, Department of Corrections, VT courts, student loan agencies, and VT State Colleges.

If your spouse is responsible for the bill, and you are not, you need to file an "injured spouse" claim for your portion of the property tax adjustment. You may receive the portion of the property tax adjustment equal to your ownership percentage of the homestead.

To make an "injured spouse" claim, send in an envelope separate from your return (1) the request letter; (2) copy of Federal Form 8379 (if you filed one with the IRS); (3) documentation of your ownership interest to: VT Department of Taxes, ATTN: Injured Spouse Unit, PO Box 1645, Montpelier VT 05601-1645. Electronic filers also send copies of statement of income such as W-2, 1099, etc. ➔ The Department will notify you if the property tax adjustment is offset. You have 30 days from the date on the notice to submit the injured spouse claim to the Department.

AMENDING or CHANGING FORM HS-122 Only household income reported on Form HI-144 can be amended or changed. See page 48 for more information.

PROPERTY TAX ADJUSTMENT CALCULATION FOR HOUSEHOLD INCOMES

Household Income up to \$47,000 The homeowner may be eligible for adjustment of housesite education property tax based on the percentage of household income established for the town school spending OR the education property tax on \$15,000, whichever is more. These homeowners may also be eligible for additional adjustment of housesite municipal property tax.

Household Income between \$47,001 and \$89,999 The homeowner may be eligible for adjustment of the housesite education property tax based on the percentage of household income established for the town school spending.

Household Income \$90,000 or more The homeowner may be eligible for adjustment of the housesite education property tax based on the percentage of household income established for the town school spending. Property taxes eligible for adjustment at this household income level cannot exceed the town's education property tax for a \$200,000 housesite value. Generally, homeowners with household income of \$97,000 or more do not receive an adjustment.

DEFINITIONS FOR PROPERTY TAX ADJUSTMENT CLAIM

Allocable Mobile Home Lot Rent means rent for a lot in a for-profit mobile home park as calculated on Form LC-142, Landlord's Certificate.

Allowable Property Tax means the property tax on the portion of the housesite you own and occupy as a home. See property tax adjustment calculation for household income for limitation. If the housesite is jointly owned, see *Ownership Situations*.

Claimant means a person who owns and occupies the housesite as his or her principal dwelling and meets the eligibility requirements for a property tax adjustment. Only one claimant per household is allowed. There can be joint claimants if both claimants own and occupy the housesite as his or her principal dwelling. See definition of *Joint Claimants*.

Cooperative means a housing corporation organized under 11 V.S.A. Chapter 14.

Domiciled means, for purposes of declaring a VT homestead, that VT is your home state, and you own and occupy the property as your principal residence on April 1, 2008. For purposes of a property tax adjustment claim, the homeowner must also have been domiciled in VT all of 2007. For factors considered when determining domicile, see VT Department of Taxes Regulation 1.5811.

Education Tax Allocated from Land Trust, Co-Op or Nonprofit Mobile Home Park means the education property tax on the portion of land owned by one of these entities that is part of your housesite.

Homestead means your principal dwelling and improvements and all contiguous land. (**NOTE:** A separate parcel contiguous to your homestead requires a separate declaration for each parcel.)

Household and Household Income See page 48.

Housesite means the portion of the homestead that is the dwelling owned and occupied by the Claimant as his/her primary home plus improvements and up to two acres of land.

Joint Claimants means claimants who jointly own and occupy the homestead as their principal dwelling.

Land Trust means a nonprofit corporation or community land trust exempt under Section 501(c)(3) of the Internal Revenue Code. The corporation's purpose must be the creation or retention of affordable housing for lower income Vermonters and its bylaws must require that such housing be maintained as affordable housing for lower income Vermonters on a perpetual basis.

Legal Separation means an order that discusses the financial obligations and disposition of assets of the parties that is issued by a court that may grant an absolute divorce or civil union dissolution. A preliminary order in a divorce case or civil union dissolution may also be accepted as evidence of legal separation.

Municipal Tax Allocated from Land Trust, Co-Op or Nonprofit Mobile Home Park means the municipal property tax on the portion of land owned by one of these entities that is used as part of your housesite.

Nonprofit Mobile Home Park means a corporation exempt under Section 501(c)(3) of the Internal Revenue Code, or its wholly owned subsidiary which has as its purpose the preservation of housing for low income families; or a housing cooperative organized under 11 V.S.A. Chapter 14.

Nonresidential Property means property used for commercial, rental, business, or vacation purposes such as a camp, second home, or property not declared as a homestead by the due date, or property not used as a homestead on April 1, 2008.

Spouse means the husband, wife, or civil union partner of the *Claimant*.

SPECIAL SITUATIONS

Deceased Homeowner An estate may file a VT Homestead Declaration on behalf of a deceased homeowner if the property was the decedent's homestead at the time of death and, from the date of death through the next April 1, the property is held by the estate of the decedent and not rented.

An estate cannot make a Property Tax Adjustment Claim on behalf of a deceased Claimant. The right to a property tax adjustment credit does not survive the Claimant. If a Claimant dies prior to April 1 after filing a timely property tax adjustment claim, the estate must withdraw the claim and repay any adjustment issued. If a Claimant dies on or after April 1 after filing a timely property tax adjustment claim, the commissioner may pay the adjustment to the town on behalf of another member of the household with ownership interest.

A surviving spouse or civil union partner who owns and lives in the homestead and meets the eligibility requirements can become the

Claimant. Please call the Department or go to our web site for more information.

Delinquent Property Tax You may apply for property tax adjustment even if you have unpaid property taxes. The 2008 property tax adjustment applies first to the current year property tax. The municipality may use any remaining adjustment towards penalties, interest, or prior year property taxes.

Homestead and Nonresidential Property Use A property may be classified as both homestead and nonresidential. When a portion of the property is a homestead and a portion is used for business purposes or rented out, the following rules apply:

Business Use: If there is no business use or the business use is 25% or less of the dwelling, the entire property will be taxed at the homestead school property tax rate. Enter 00.00% for business use in the VT Homestead Declaration portion of the HS-122. If more than 25% of the dwelling is used for business purposes, you enter the appropriate percentage on HS-122 Section A Line A4 of the VT Homestead Declaration. Your property tax bill will show both a homestead and nonresidential school property tax rate. Generally, the business use percentage is the same as reported on your Federal income tax return. Examples to calculate business use: (a) 1,800 square foot dwelling with 635 square feet used as a home office and inventory storage. The 35.28% used for business (635/1,800) is rounded to 35%. The business use portion is taxed at the nonresidential rate. (b) 1,200 square foot dwelling with 250 square feet used as a home office. The 20.83% used for business (250/1,200) is rounded to 21%. Because the business use is less than 25%, enter 00.00%.

Rental Use: The portion of your dwelling that you rent to another person is nonresidential and is taxed at the nonresidential tax rate. All rental use must be reported. There is no 25% allowance for rentals. If you report rental use, your property tax bill will show both a homestead and nonresidential school property tax rate. The rental use percentage is generally the same as reported on your Federal income tax return. Example for calculating rental use is: 1,800 square foot dwelling with 365 square feet rented. The 20.27% rental use (365/1,800) is rounded to 20.00%. Eighty percent of your dwelling will be taxed at the homestead rate and twenty percent at the nonresidential rate.

Nursing Home or Residential Care for Other Owner If the claimant is age 62 or older and the other owner of the housesite is the claimant's sibling or spouse who has moved indefinitely from the housesite to a nursing home or a residential care facility, the claimant treats his or her claim as if he or she is the only owner, provided the sibling or spouse does not make a claim for the same housesite or does not file for a renter rebate.

Renting at the End of the Year If you owned a VT homestead in 2007, sold the homestead before April 1, 2007, and rented on December 31, 2007, you may be eligible for a renter rebate for rent paid in 2007.

NOTE: This is the only situation where a renter rebate claim can be made for less than 12 months.

OWNERSHIP SITUATIONS

Age 62 or Older in 2007 If the Claimant shares ownership of the housesite with his or her descendant(s), the full housesite value and property tax may be claimed, even if the other owners (descendants) are not members of the household. A letter of explanation may be requested.

Divorced or Legally Separated Joint Owners If you are (1) divorced or legally separated from your spouse, and (2) the name of your former spouse or spouse from whom you are separated remains on the deed, and (3) you are awarded possession of the home, you can claim the percentage of the housesite property tax for which you are responsible under the final divorce decree or court order. If the divorce decree or court order does not specify responsibility for the property taxes, the

person residing in the home declares the property as his or her homestead and is allowed 50% ownership of the housesite. The person not living in the home cannot make a property tax adjustment claim. *Examples:* (1) Dan and Lynn are divorced/legally separated but both names stay on the deed. Lynn is given possession of the home and 100% responsibility for the property taxes. Lynn declares the property as her homestead on HS-122 Section A and the property is taxed at the homestead school property tax rate. She uses the housesite value and housesite property taxes from the property tax bill and enters 100% ownership interest on HS-122 Section B Line B8. (2) Ethan and Myrna are divorced/legally separated but both names stay on the deed. Myrna has possession of the home and Ethan has 100% responsibility for the property taxes. Myrna declares the property as her homestead on HS-122 Section A and the property is taxed at the homestead school property tax rate. She cannot claim property tax adjustment as she is not responsible for the property taxes. Ethan cannot claim property tax adjustment as he does not live in the home. (3) James and Elizabeth are divorced/legally separated but both names stay on the deed. Elizabeth lives in the home, but the divorce decree/court order does not say who is responsible for the property taxes. Elizabeth declares the property as her homestead on HS-122 Section A and the property is taxed at the homestead school property tax rate. She uses the housesite value and housesite property taxes from the property tax bill and enters 50% ownership interest on HS-122 Section B Line B8. James cannot claim property tax adjustment as he does not live in the home. These rules also apply to ex-civil union partners upon dissolution.

You may be asked for a copy of the portions of the court document showing the court, date filed, signature page, and the housesite-related provisions.

Duplex Housing BOTH OWNERS OCCUPY THE DUPLEX AS THEIR PRINCIPAL DWELLING The eligible housesite property tax is the tax on the portion owned by each Claimant. If the town issues a property tax bill to each Claimant for only his or her portion of the housesite, use the housesite value and property tax information on the bill. If the property tax bill is for the total property, the Claimant uses the housesite value and property taxes pro rated for his or her ownership interest. *Examples:* (1) Jack and Jill own a duplex and each occupy half as their principal dwelling. The town sends them each a property tax bill for their respective units. Jack and Jill each declare the property as their homestead on HS-122 Section A and the property is taxed at the homestead school property tax rate. They use the housesite value and housesite property taxes from their property tax bill and enter 100% ownership on HS-122 Section B Line B8. (2) Sally and Sara own a duplex home and each occupies their half as their principal dwelling. The town sends one property tax bill. Either Sally or Sara declares the property as a homestead on HS-122 Section A and the property is taxed at the homestead school property tax rate. They file separate property tax adjustments and use half of the housesite value on HS-122 Section B Line B4, half the housesite property tax on HS-122 Section B Line B5 (and if applicable B6) and enter 100% ownership interest on HS-122 Section B Line B8.

ONE OWNER DOES NOT OCCUPY HIS OR HER PART OF THE DUPLEX AS A PRINCIPAL DWELLING The owner occupying the duplex as his or her principal dwelling pro rates his or her ownership interest by the other owner's interest. *Examples:* (1) Tom and Jerry own a duplex. Tom lives in the duplex but Jerry moved out and now rents his portion. The town issues a property tax bill to each owner. Tom declares the property as his homestead on HS-122 Section A and his portion of the property is taxed at the homestead school property tax rate. Since Jerry holds a half ownership interest in Tom's property, Tom uses the housesite value and housesite property tax from his property tax bill and enters 50% ownership on HS-122 Section B Line B8. (2) Jane and her brother Dick own a duplex. Dick occupies his portion of the property as his principal

dwelling. Jane rents her side of the duplex to others. The town issues one property tax bill for the property. Dick declares the property as a homestead on HS-122 Section A and enters 50% rental use on HS-122 Section A Line A5. He uses the housesite value and housesite property tax from the property bill for HS-122 Section B Line B5 (and if applicable B6) and enters 50% ownership interest on HS-122 Section B Line B8 to adjust for Jane's 50% ownership in his property.

Entity Ownership When an entity such as a C or S corporation, partnership or limited liability company owns the property, the property cannot be an individual's homestead. There is an exception for entity ownership of a farm. See Reg. 1.5401.

Life Estate A person occupying the property as his or her principal residence through a life estate is the person who declares the property as the homestead. Check the box on HS-122 Section A Line A8. The life estate must be granted through a legal document. The legal document does not have to be attached to the HS-122 form but must be available for review upon Department request.

Shared Ownership of the Housesite When a housesite is owned by someone other than the Claimant and member(s) of the household, the eligible property tax or housesite value is the percentage owned by the household members. *Examples:* (1) James, Grace and Lucinda jointly own a home and all live in the home. Lucinda is the Claimant. She declares the property as a homestead on HS-122 Section A. She enters the amount found on the property tax bill for the housesite value on HS-122 Section B Line B4, the housesite property tax on HS-122 Section B Line B5 (and if applicable B6) and enters 100% ownership interest on HS-122 Section B Line B8 as all owners live in the home; (2) Tim and Dan own a home. Tim lives in the home. Dan does not. Tim is the Claimant. He declares the property as his homestead on HS-122 Section A and it is taxed at the homestead school property tax rate. He enters the amount found on the property tax bill for the housesite value on HS-122 Section B Line B4, the housesite property tax on HS-122 Section B Line B5 (and if applicable B6) and enters 50% ownership interest on HS-122 Section B Line B8 to adjust for ownership interest of Dan who does not live in the household.

Trust Ownership A dwelling owned by a trust is not a homestead unless it is the principal residence of the grantor who is the sole beneficiary of the trust, and the trust is revocable or becomes irrevocable solely by reason of the grantor's death. The term "sole beneficiary" is satisfied if a husband and wife or civil union partners together are the only beneficiaries of the trust. Check the box on HS-122 Section A Line A7 if trust ownership meets this definition. Go to the Department website or call for information on trusts with beneficiaries who are mentally or physically disabled. The trust document does not have to be attached to the HS-122 form but must be available for review upon Department request.

BUYING AND SELLING PROPERTY

➔ **Buying after April 1, 2007** If the property was declared as a homestead for April 1, 2007, use the property tax bill issued to the previous owner.

If the property was not declared as a homestead for April 1, 2007 but you can declare it as your homestead on April 1, 2008, request the town lister to provide the April 1, 2007 housesite value and 2007 property taxes for the property as if it were a homestead on April 1, 2007.

➔ **Buying before April 1, 2008** If you buy the property that you will use as your principal residence, you are responsible for filing a 2008 VT Homestead Declaration on this property by the due date.

➔ **Selling the Property Before April 1, 2008** If you filed Form HS-122, but sell the property on or before April 1, 2008, you are responsible for withdrawing the declaration and property tax adjustment claim. You will be responsible for repayment of a property tax adjustment if issued. Use Form

HS-122W available at <http://tax.vermont.gov> or by calling (802) 828-2515. **NOTE:** If you own and occupy a new VT homestead by April 1, 2008, you need to file the HS-122 for this property.

➔ **Selling the Property After April 1, 2008** If you filed the HS-122, but sold the property after April 1, 2008, the property tax adjustment remains with the property sold. The property tax adjustment is your payment on the 2008 property taxes and needs to be considered at the closing when prorating the property taxes.

NEW CONSTRUCTION

➔ **2007 New Construction** If the dwelling you declare as your homestead on April 1, 2008 was newly constructed in 2007, use the 2007 property taxes on up to 2 acres of the parcel and any portion of the dwelling that had been constructed on April 1, 2007.

FORM HI-144 HOUSEHOLD INCOME

Complete this form first to determine if your household income meets the income requirements for 2008 Property Tax Adjustment (Form HS-122, Section B) or 2007 Renter Rebate Claim (Form PR-141).

DETERMINING HOUSEHOLD INCOME FOR EXTENDED INCOME TAX RETURNS If you cannot determine your household income by the due date (for instance, self-employed, K-1 statements, etc.), file the HS-122 or PR-141 and the HI-144 household income schedule with the best available information. You are responsible for filing an amended HI-144 when your income is known.

AMENDING or CHANGING HOUSEHOLD INCOME Household income reported on Form HI-144 can be amended or changed. The change or amendment must be done within three years from the April or September due date.

Use Form HI-144 for the applicable year to amend household income. Enter the correct household income and mark "**AMENDED**" on the HI-144. Send the amended HI-144 separately from any other returns being filed with the Department. Send to: VT Department of Taxes, PO Box 1645, Montpelier, VT 05601-1645.

Definitions

Adjusted Gross Income means the amount on your Federal income tax return on Federal Form 1040, Line 37; Federal Form 1040A, Line 21, or Federal Form 1040EZ, Line 4.

Cash Equivalents means stocks, bonds, treasury obligations, certificates of deposits or other instruments convertible to cash.

Claimant means the person who makes a property tax adjustment claim or a renter rebate claim. For property tax adjustment, the Claimant is an eligible owner of the property and declared the property as his or her homestead. For renter rebate, the Claimant is the eligible person responsible for paying the rent or the leaseholder. Only one claim for property tax adjustment or renter rebate can be made per household, but there may be joint Claimants.

Gifts from a Nongovernmental Sources means aid or assistance by a nonprofit organization (for example a church, the Red Cross, Salvation Army, etc.) to help the recipient meet a living expense. The gift may be food, clothing, fuel, or cash to pay a utility or the rent. This is different from gifts of cash or cash equivalents.

Household means the *Claimant*, Spouse or CU Partner, and *Other Persons* who lived in the home at any time during calendar year 2007.

Household Income means the Federal Adjusted Gross Income with additions or subtractions of certain taxable and nontaxable income for you, your spouse or civil union partner, and all *Other Persons* for the time they lived with you during calendar year 2007. *Example:* If a roommate resides from September to December 2007, you include the income he or she received during those months.

ADDITIONS: Before the deduction of any trade or business loss, loss from a partnership, loss from a small business or "subchapter S" corporation, loss from a rental property or capital loss: (1) alimony received; (2) support money other than gifts; (3) gifts of cash or cash equivalents received by the household that exceed \$6,500.00; (4) cash public assistance and relief; (5) cost of living allowances paid to federal employees; (6) allowances received by dependents of servicemen and women; (7) the earnings from Roth IRA investments included in distribution but not included in adjusted gross income; (8) railroad retirement benefits; (9) payments received under the federal Social Security Act; (10) all benefits under Veterans' Acts; (11) federal pension and annuity benefits not included in adjusted gross income; (12) nontaxable interest received from the state or federal government or any of its instrumentalities; (13) workers' compensation; (14) gross amount of "loss of time" insurance; (15) amount of capital gains excluded from adjusted gross income; (16) income of a spouse from whom you are not legally separated even if that spouse does not live in the household; (17) all income from members of the household that is not specifically excluded below; and (18) room and board paid to you by a member of the household.

➡ For capital gain and loss, see instructions for Line i.

➡ Contact the Department or go to the website for information on when the income of a grantor to a trust may need to be included.

EXCLUSIONS: (1) Property tax adjustment or renter rebate from the State of VT; (2) first \$6,500 of income earned by a full-time student who qualifies as your dependent; (3) first \$6,500 of income received by a parent who qualifies as your dependent; (4) first \$6,500 of income received by an adult disabled child who qualifies as your dependent; (5) payment made by the State of VT for foster care pursuant to Chapters 49 and 55 of Title 33; (6) payment made by State of VT or an agency designated in Section 8 of Title 18 for flexible family funding or adult foster care payments (formerly difficulty of care payments) to an individual for support of an eligible person with a developmental disability as defined under subdivision 8722(2) of Title 18; (7) gifts from nongovernmental sources; (8) surplus food or other relief in kind supplied by a government agency; (9) the contribution portion of a pension or annuity distribution if the contribution was included in adjusted gross income in the year of contribution; (10) the income of a person living in the household under a written homesharing agreement; (11) income of a person living in the household who is a bona fide employee hired to provide personal care to a household member and is not related to the person to whom the care is provided; (12) income of a Spouse age 62 or older on December 31, 2007 who does not live in the household and has moved permanently to a nursing home or other care facility; and (13) income of a person residing with the homeowner who is age 62 or is disabled for the primary purpose of providing attendant care services or homemaker services or companionship services that allow the homeowner to remain in his or her home or to avoid institutionalization.

ADJUSTMENTS: You may subtract from household income (1) Social Security and Medicaid taxes withheld and self-employment taxes paid by the individual; (2) child support money paid if substantiated by receipts or other evidence that the Department may require; and (3) adjustments to Federal Adjusted Gross Income from Federal Form 1040 Line 36 or Federal Form 1040A Line 20.

Household Living Expenses are costs associated with maintaining the household such as mortgage, rent, food, utilities, etc.

Other Persons means children, relatives, friends, housemates, domestic partners, or any other persons who lived with you at any time during calendar year 2007.

Support Money means cash, payment of housing expenses for the Claimant, or other financial assistance that provides the means for the Claimant to live in the homestead or rental unit. This is different from gifts of cash or cash equivalents.

INSTRUCTIONS

Claimant Information *This is a REQUIRED entry.*

Write your name and your spouse's or civil union partner's name (if applicable) and Social Security number(s) in the entry boxes provided.

Write the name(s) and Social Security number(s) of all *Other Persons* who had income and lived in the household in calendar year 2007. Attach additional sheet of paper if needed.

Lines a through m Enter the income in the appropriate column for all members of the household in calendar year 2007. This is both taxable and nontaxable income.

Line n Add Lines a through m for each column and enter the results in the appropriate column entry boxes.

Special Notes

Line g Report alimony and child support payments as well as any other support money received and used for personal living expenses.

Line h Enter the amount of income you had from a business. ➡ If you have a loss, enter 0. You can net a business loss against a capital gain if it occurred in the same tax year and for the same business.

Line i A business may be eligible to net a loss against a capital gain on the sale of business property if (1) the Internal Revenue Code would require the income to be reported if the sale had been a capital gain; (2) the loss and capital gain were both realized in 2007 tax year; and (3) the loss and gain are for the same business. When netting a loss creates negative capital gain, enter 0. ➡ Capital gains excluded from adjusted gross income must be reported as household income. This includes the capital gain from the sale of your dwelling that is excluded from Federal tax.

Line j Report taxable distributions of retirement and deferred compensation plans and accounts and annuities as household income. Distribution from a Roth IRA is not reported as household income, but the income from earnings of a Roth IRA investment is reported when that income is not included in adjusted gross income. Non-qualified distributions from retirement and deferred compensation accounts or annuities that become subject to Federal tax must be reported as household income. Federal pension and annuity benefits, taxable and nontaxable, are reported as household income in the year received.

Lines k and l Enter the income from rent on Line k. Enter the income from farming or distribution from a pass-through entity on Line l. ➡ If you have a loss, enter 0. You can net a business loss against a capital gain if it occurred in the same tax year and for the same business.

Line m Enter other types of household income not specifically listed. Examples are, but not limited to: prizes and awards, lottery winnings, director's fees, employer allowances, taxable refunds, allowances received by dependents of armed service personnel, military subsistence payments, and any other items of income not specifically excluded whether taxable or nontaxable. ➡ Do not include your renter rebate or the adjustment made to your property tax bill in 2007.

Adjustments

Line o You may deduct Social Security and Medicare taxes withheld from the wages included in household income. See W-2 box for Social Security tax withheld and Medicare tax withheld. **NOTE:** This is for taxes only. Medicare premiums withheld from Social Security payments are not an allowable adjustment. If you are not required to file a VT income tax return, include copies of your W-2 or 1099 forms.

If self-employed, you may deduct the self-employment tax paid on Federal Form 1040, Line 27 provided the income is included in household income. Include a copy of Federal Schedule SE.

The first \$6,500 of income earned by a full-time student, or the first \$6,500 of income received by a parent or disabled adult child is exempt if they qualify as your dependent. Enter the Social Security or Medicare taxes withheld for only the income required to be reported in household income.

Line p Child support payments made in 2007 by any member of your household may be deducted from household income when documentation is provided. Documentation includes proof of payment (cancelled checks, receipts, statement from Office of Child Support) and the name and Social Security number of the parent receiving the payment.

Line q Adjustments from Federal Form 1040, Line 36 or Federal Form 1040A, Line 20 are deducted here. For returns filed with married filing jointly or recomputed civil union filing jointly, enter the adjustment to Federal AGI in the claimant's column.

2007 VT Rate Schedules

Schedule X

Use if your filing status is:
Single

| If VT Taxable Income is Over | But Not Over | VT Base Tax is | Plus | of the amount over |
|--|-----------------|-------------------|-------|-----------------------|
| 0 | 31,850 | 0.00 | 3.60% | 0 |
| 31,850 | 75,000 | 1,147.00 | 7.20% | 31,850 |
| TAXABLE INCOME UNDER \$75,000 USE THE TAX TABLES | | | | |
| 75,000 | 77,100 | 4,253.00 | 7.20% | 75,000 |
| 77,100 | 160,850 | 4,405.00 | 8.50% | 77,100 |
| 160,850 | 349,700 | 11,523.00 | 9.00% | 160,850 |
| 349,700 | - | 28,520.00 | 9.50% | 349,700 |

Schedule Y-2

Use if your filing status is:
Married Filing Separately; or Civil Union Filing Separately

| If VT Taxable Income is Over | But Not Over | VT Base Tax is | Plus | of the amount over |
|--|-----------------|-------------------|-------|-----------------------|
| 0 | 26,575 | 0.00 | 3.60% | 0 |
| 26,575 | 64,250 | 957.00 | 7.20% | 26,575 |
| 64,250 | 75,000 | 3,669.00 | 8.50% | 64,250 |
| TAXABLE INCOME UNDER \$75,000 USE THE TAX TABLES | | | | |
| 75,000 | 97,925 | 4,583.00 | 8.50% | 75,000 |
| 97,925 | 174,850 | 6,532.00 | 9.00% | 97,925 |
| 174,850 | - | 13,455.00 | 9.50% | 174,850 |

Schedule Y-1

Use if your filing status is:
Married Filing Jointly; Qualifying Widow(er); or Civil Union Filing Jointly

| If VT Taxable Income is Over | But Not Over | VT Base Tax is | Plus | of the amount over |
|--|-----------------|-------------------|-------|-----------------------|
| 0 | 53,150 | 0.00 | 3.60% | 0 |
| 53,150 | 75,000 | 1,913.00 | 7.20% | 53,150 |
| TAXABLE INCOME UNDER \$75,000 USE THE TAX TABLES | | | | |
| 75,000 | 128,500 | 3,487.00 | 7.20% | 75,000 |
| 128,500 | 195,850 | 7,339.00 | 8.50% | 128,500 |
| 195,850 | 349,700 | 13,063.00 | 9.00% | 195,850 |
| 349,700 | - | 26,910.00 | 9.50% | 349,700 |

Schedule Z

Use if your filing status is:
Head of Household

| If VT Taxable Income is Over | But Not Over | VT Base Tax is | Plus | of the amount over |
|--|-----------------|-------------------|-------|-----------------------|
| 0 | 42,650 | 0.00 | 3.60% | 0 |
| 42,650 | 75,000 | 1,535.00 | 7.20% | 42,650 |
| TAXABLE INCOME UNDER \$75,000 USE THE TAX TABLES | | | | |
| 75,000 | 110,100 | 3,865.00 | 7.20% | 75,000 |
| 110,100 | 178,350 | 6,392.00 | 8.50% | 110,100 |
| 178,350 | 349,700 | 12,193.00 | 9.00% | 178,350 |
| 349,700 | - | 27,615.00 | 9.50% | 349,700 |

Example: VT Taxable Income is \$82,000 (Form IN-111, Section 3, Line 15). Filing Status is Married Filing Jointly. Use Schedule Y-1. Base Tax is \$3,487.00. Subtract \$75,000 from \$82,000. Multiply the result (\$7,000) by 7.2%. Add this amount (\$504.00) to Base Tax (\$3,487.00) for VT Tax of \$3,991.00. Enter \$3,991.00 on Form IN-111, Section 4, Line 16.

2007 VT Tax Tables

| If Taxable Income is — | | And your filing status is — | | | | If Taxable Income is — | | And your filing status is — | | | | If Taxable Income is — | | And your filing status is — | | | |
|------------------------|---------------|-----------------------------|-------------------------|-----------------------------|-------------------|------------------------|---------------|-----------------------------|-------------------------|-----------------------------|-------------------|------------------------|---------------|-----------------------------|-------------------------|-----------------------------|-------------------|
| At Least | But Less Than | Single | Married filing jointly* | Married filing separately** | Head of household | At Least | But Less Than | Single | Married filing jointly* | Married filing separately** | Head of household | At Least | But Less Than | Single | Married filing jointly* | Married filing separately** | Head of household |
| | | Then your VT Tax is — | | | | | | Then your VT Tax is — | | | | | | Then your VT Tax is — | | | |
| 0 - 1,000 | | | | | | | | | | | | | | | | | |
| 0 | 100 | 0 | 0 | 0 | 0 | | | | | | | | | | | | |
| 100 | 200 | 5 | 5 | 5 | 5 | | | | | | | | | | | | |
| 200 | 300 | 9 | 9 | 9 | 9 | | | | | | | | | | | | |
| 300 | 400 | 13 | 13 | 13 | 13 | | | | | | | | | | | | |
| 400 | 500 | 16 | 16 | 16 | 16 | | | | | | | | | | | | |
| 500 | 600 | 20 | 20 | 20 | 20 | | | | | | | | | | | | |
| 600 | 700 | 23 | 23 | 23 | 23 | | | | | | | | | | | | |
| 700 | 800 | 27 | 27 | 27 | 27 | | | | | | | | | | | | |
| 800 | 900 | 31 | 31 | 31 | 31 | | | | | | | | | | | | |
| 900 | 1,000 | 34 | 34 | 34 | 34 | | | | | | | | | | | | |
| 1,000 | | | | | | | | | | | | | | | | | |
| 1,000 | 1,100 | 38 | 38 | 38 | 38 | | | | | | | | | | | | |
| 1,100 | 1,200 | 41 | 41 | 41 | 41 | | | | | | | | | | | | |
| 1,200 | 1,300 | 45 | 45 | 45 | 45 | | | | | | | | | | | | |
| 1,300 | 1,400 | 49 | 49 | 49 | 49 | | | | | | | | | | | | |
| 1,400 | 1,500 | 52 | 52 | 52 | 52 | | | | | | | | | | | | |
| 1,500 | 1,600 | 56 | 56 | 56 | 56 | | | | | | | | | | | | |
| 1,600 | 1,700 | 59 | 59 | 59 | 59 | | | | | | | | | | | | |
| 1,700 | 1,800 | 63 | 63 | 63 | 63 | | | | | | | | | | | | |
| 1,800 | 1,900 | 67 | 67 | 67 | 67 | | | | | | | | | | | | |
| 1,900 | 2,000 | 70 | 70 | 70 | 70 | | | | | | | | | | | | |
| 2,000 | | | | | | | | | | | | | | | | | |
| 2,000 | 2,100 | 74 | 74 | 74 | 74 | | | | | | | | | | | | |
| 2,100 | 2,200 | 77 | 77 | 77 | 77 | | | | | | | | | | | | |
| 2,200 | 2,300 | 81 | 81 | 81 | 81 | | | | | | | | | | | | |
| 2,300 | 2,400 | 85 | 85 | 85 | 85 | | | | | | | | | | | | |
| 2,400 | 2,500 | 88 | 88 | 88 | 88 | | | | | | | | | | | | |
| 2,500 | 2,600 | 92 | 92 | 92 | 92 | | | | | | | | | | | | |
| 2,600 | 2,700 | 95 | 95 | 95 | 95 | | | | | | | | | | | | |
| 2,700 | 2,800 | 99 | 99 | 99 | 99 | | | | | | | | | | | | |
| 2,800 | 2,900 | 103 | 103 | 103 | 103 | | | | | | | | | | | | |
| 2,900 | 3,000 | 106 | 106 | 106 | 106 | | | | | | | | | | | | |
| 3,000 | | | | | | | | | | | | | | | | | |
| 3,000 | 3,100 | 110 | 110 | 110 | 110 | | | | | | | | | | | | |
| 3,100 | 3,200 | 113 | 113 | 113 | 113 | | | | | | | | | | | | |
| 3,200 | 3,300 | 117 | 117 | 117 | 117 | | | | | | | | | | | | |
| 3,300 | 3,400 | 121 | 121 | 121 | 121 | | | | | | | | | | | | |
| 3,400 | 3,500 | 124 | 124 | 124 | 124 | | | | | | | | | | | | |
| 3,500 | 3,600 | 128 | 128 | 128 | 128 | | | | | | | | | | | | |
| 3,600 | 3,700 | 131 | 131 | 131 | 131 | | | | | | | | | | | | |
| 3,700 | 3,800 | 135 | 135 | 135 | 135 | | | | | | | | | | | | |
| 3,800 | 3,900 | 139 | 139 | 139 | 139 | | | | | | | | | | | | |
| 3,900 | 4,000 | 142 | 142 | 142 | 142 | | | | | | | | | | | | |
| 4,000 | | | | | | | | | | | | | | | | | |
| 4,000 | 4,100 | 146 | 146 | 146 | 146 | | | | | | | | | | | | |
| 4,100 | 4,200 | 149 | 149 | 149 | 149 | | | | | | | | | | | | |
| 4,200 | 4,300 | 153 | 153 | 153 | 153 | | | | | | | | | | | | |
| 4,300 | 4,400 | 157 | 157 | 157 | 157 | | | | | | | | | | | | |
| 4,400 | 4,500 | 160 | 160 | 160 | 160 | | | | | | | | | | | | |
| 4,500 | 4,600 | 164 | 164 | 164 | 164 | | | | | | | | | | | | |
| 4,600 | 4,700 | 167 | 167 | 167 | 167 | | | | | | | | | | | | |
| 4,700 | 4,800 | 171 | 171 | 171 | 171 | | | | | | | | | | | | |
| 4,800 | 4,900 | 175 | 175 | 175 | 175 | | | | | | | | | | | | |
| 4,900 | 5,000 | 178 | 178 | 178 | 178 | | | | | | | | | | | | |
| 5,000 | | | | | | | | | | | | | | | | | |
| 5,000 | 5,100 | 182 | 182 | 182 | 182 | | | | | | | | | | | | |
| 5,100 | 5,200 | 185 | 185 | 185 | 185 | | | | | | | | | | | | |
| 5,200 | 5,300 | 189 | 189 | 189 | 189 | | | | | | | | | | | | |
| 5,300 | 5,400 | 193 | 193 | 193 | 193 | | | | | | | | | | | | |
| 5,400 | 5,500 | 196 | 196 | 196 | 196 | | | | | | | | | | | | |
| 5,500 | 5,600 | 200 | 200 | 200 | 200 | | | | | | | | | | | | |
| 5,600 | 5,700 | 203 | 203 | 203 | 203 | | | | | | | | | | | | |
| 5,700 | 5,800 | 207 | 207 | 207 | 207 | | | | | | | | | | | | |
| 5,800 | 5,900 | 211 | 211 | 211 | 211 | | | | | | | | | | | | |
| 5,900 | 6,000 | 214 | 214 | 214 | 214 | | | | | | | | | | | | |
| 6,000 | | | | | | | | | | | | | | | | | |
| 6,000 | 6,100 | 218 | 218 | 218 | 218 | | | | | | | | | | | | |
| 6,100 | 6,200 | 221 | 221 | 221 | 221 | | | | | | | | | | | | |
| 6,200 | 6,300 | 225 | 225 | 225 | 225 | | | | | | | | | | | | |
| 6,300 | 6,400 | 229 | 229 | 229 | 229 | | | | | | | | | | | | |
| 6,400 | 6,500 | 232 | 232 | 232 | 232 | | | | | | | | | | | | |
| 6,500 | 6,600 | 236 | 236 | 236 | 236 | | | | | | | | | | | | |
| 6,600 | 6,700 | 239 | 239 | 239 | 239 | | | | | | | | | | | | |
| 6,700 | 6,800 | 243 | 243 | 243 | 243 | | | | | | | | | | | | |
| 6,800 | 6,900 | 247 | 247 | 247 | 247 | | | | | | | | | | | | |
| 6,900 | 7,000 | 250 | 250 | 250 | 250 | | | | | | | | | | | | |
| 7,000 | | | | | | | | | | | | | | | | | |
| 7,000 | 7,100 | 254 | 254 | 254 | 254 | | | | | | | | | | | | |
| 7,100 | 7,200 | 257 | 257 | 257 | 257 | | | | | | | | | | | | |
| 7,200 | 7,300 | 261 | 261 | 261 | 261 | | | | | | | | | | | | |
| 7,300 | 7,400 | 265 | 265 | 265 | 265 | | | | | | | | | | | | |
| 7,400 | 7,500 | 268 | 268 | 268 | 268 | | | | | | | | | | | | |
| 7,500 | 7,600 | 272 | 272 | 272 | 272 | | | | | | | | | | | | |
| 7,600 | 7,700 | 275 | 275 | 275 | 275 | | | | | | | | | | | | |
| 7,700 | 7,800 | 279 | 279 | 279 | 279 | | | | | | | | | | | | |
| 7,800 | 7,900 | 283 | 283 | 283 | 283 | | | | | | | | | | | | |
| 7,900 | 8,000 | 286 | 286 | 286 | 286 | | | | | | | | | | | | |
| 8,000 | | | | | | | | | | | | | | | | | |
| 8,000 | 8,100 | 290 | 290 | 290 | 290 | | | | | | | | | | | | |
| 8,100 | 8,200 | 293 | 293 | 293 | 293 | | | | | | | | | | | | |
| 8,200 | 8,300 | 297 | 297 | 297 | 297 | | | | | | | | | | | | |
| 8,300 | 8,400 | 301 | 301 | 301 | 301 | | | | | | | | | | | | |
| 8,400 | 8,500 | 304 | 304 | 304 | 304 | | | | | | | | | | | | |
| 8,500 | 8,600 | 308 | 308 | 308 | 308 | | | | | | | | | | | | |
| 8,600 | 8,700 | 311 | 311 | 311 | 311 | | | | | | | | | | | | |
| 8,700 | 8,800 | 315 | 315 | 315 | 315 | | | | | | | | | | | | |
| 8,800 | 8,900 | 319 | 319 | 319 | 319 | | | | | | | | | | | | |
| 8,900 | 9,000 | 322 | 322 | 322 | 322 | | | | | | | | | | | | |
| 9,000 | | | | | | | | | | | | | | | | | |
| 9,000 | 9,100 | 326 | 326 | 326 | 326 | | | | | | | | | | | | |
| 9,100 | 9,200 | 329 | 329 | 329 | 329 | | | | | | | | | | | | |
| 9,200 | 9,300 | 333 | 333 | 333 | 333 | | | | | | | | | | | | |
| 9,300 | 9,400 | 337 | 337 | 337 | 337 | | | | | | | | | | | | |
| 9,400 | 9,500 | 340 | 340 | 340 | 340 | | | | | | | | | | | | |
| 9,500 | 9,600 | 344 | 344 | 344 | 344 | | | | | | | | | | | | |
| 9,600 | 9,700 | 347 | 347 | 347 | 347 | | | | | | | | | | | | |
| 9,700 | 9,800 | 351 | 351 | 351 | 351 | | | | | | | | | | | | |
| 9,800 | 9,900 | 355 | 355 | 355 | 355 | | | | | | | | | | | | |
| 9,900 | 10,000 | 358 | 358 | 358 | 358 | | | | | | | | | | | | |
| 10,000 | | | | | | | | | | | | | | | | | |
| 10,000 | 10,100 | 362 | 362 | 362 | 362 | | | | | | | | | | | | |
| 10,100 | 10,200 | 365 | 365 | 365 | 365 | | | | | | | | | | | | |
| 10,200 | 10,300 | 369 | 369 | 369 | 369 | | | | | | | | | | | | |
| 10,300 | 10,400 | 373 | 373 | 373 | 373 | | | | | | | | | | | | |
| 10,400 | 10,500 | 376 | 376 | 376 | 376 | | | | | | | | | | | | |
| 10,500 | 10,600 | 380 | 380 | 380 | 380 | | | | | | | | | | | | |

| If Taxable Income is – | | And your filing status is – | | | |
|------------------------|---------------|-----------------------------|-------------------------|-----------------------------|-------------------|
| At Least | But Less Than | Single | Married filing jointly* | Married filing separately** | Head of household |
| | | Then your VT Tax is – | | | |

15,000

| | | | | | |
|--------|--------|-----|-----|-----|-----|
| 15,000 | 15,100 | 542 | 542 | 542 | 542 |
| 15,100 | 15,200 | 545 | 545 | 545 | 545 |
| 15,200 | 15,300 | 549 | 549 | 549 | 549 |
| 15,300 | 15,400 | 553 | 553 | 553 | 553 |
| 15,400 | 15,500 | 556 | 556 | 556 | 556 |
| 15,500 | 15,600 | 560 | 560 | 560 | 560 |
| 15,600 | 15,700 | 563 | 563 | 563 | 563 |
| 15,700 | 15,800 | 567 | 567 | 567 | 567 |
| 15,800 | 15,900 | 571 | 571 | 571 | 571 |
| 15,900 | 16,000 | 574 | 574 | 574 | 574 |

16,000

| | | | | | |
|--------|--------|-----|-----|-----|-----|
| 16,000 | 16,100 | 578 | 578 | 578 | 578 |
| 16,100 | 16,200 | 581 | 581 | 581 | 581 |
| 16,200 | 16,300 | 585 | 585 | 585 | 585 |
| 16,300 | 16,400 | 589 | 589 | 589 | 589 |
| 16,400 | 16,500 | 592 | 592 | 592 | 592 |
| 16,500 | 16,600 | 596 | 596 | 596 | 596 |
| 16,600 | 16,700 | 599 | 599 | 599 | 599 |
| 16,700 | 16,800 | 603 | 603 | 603 | 603 |
| 16,800 | 16,900 | 607 | 607 | 607 | 607 |
| 16,900 | 17,000 | 610 | 610 | 610 | 610 |

17,000

| | | | | | |
|--------|--------|-----|-----|-----|-----|
| 17,000 | 17,100 | 614 | 614 | 614 | 614 |
| 17,100 | 17,200 | 617 | 617 | 617 | 617 |
| 17,200 | 17,300 | 621 | 621 | 621 | 621 |
| 17,300 | 17,400 | 625 | 625 | 625 | 625 |
| 17,400 | 17,500 | 628 | 628 | 628 | 628 |
| 17,500 | 17,600 | 632 | 632 | 632 | 632 |
| 17,600 | 17,700 | 635 | 635 | 635 | 635 |
| 17,700 | 17,800 | 639 | 639 | 639 | 639 |
| 17,800 | 17,900 | 643 | 643 | 643 | 643 |
| 17,900 | 18,000 | 646 | 646 | 646 | 646 |

18,000

| | | | | | |
|--------|--------|-----|-----|-----|-----|
| 18,000 | 18,100 | 650 | 650 | 650 | 650 |
| 18,100 | 18,200 | 653 | 653 | 653 | 653 |
| 18,200 | 18,300 | 657 | 657 | 657 | 657 |
| 18,300 | 18,400 | 661 | 661 | 661 | 661 |
| 18,400 | 18,500 | 664 | 664 | 664 | 664 |
| 18,500 | 18,600 | 668 | 668 | 668 | 668 |
| 18,600 | 18,700 | 671 | 671 | 671 | 671 |
| 18,700 | 18,800 | 675 | 675 | 675 | 675 |
| 18,800 | 18,900 | 679 | 679 | 679 | 679 |
| 18,900 | 19,000 | 682 | 682 | 682 | 682 |

19,000

| | | | | | |
|--------|--------|-----|-----|-----|-----|
| 19,000 | 19,100 | 686 | 686 | 686 | 686 |
| 19,100 | 19,200 | 689 | 689 | 689 | 689 |
| 19,200 | 19,300 | 693 | 693 | 693 | 693 |
| 19,300 | 19,400 | 697 | 697 | 697 | 697 |
| 19,400 | 19,500 | 700 | 700 | 700 | 700 |
| 19,500 | 19,600 | 704 | 704 | 704 | 704 |
| 19,600 | 19,700 | 707 | 707 | 707 | 707 |
| 19,700 | 19,800 | 711 | 711 | 711 | 711 |
| 19,800 | 19,900 | 715 | 715 | 715 | 715 |
| 19,900 | 20,000 | 718 | 718 | 718 | 718 |

| If Taxable Income is – | | And your filing status is – | | | |
|------------------------|---------------|-----------------------------|-------------------------|-----------------------------|-------------------|
| At Least | But Less Than | Single | Married filing jointly* | Married filing separately** | Head of household |
| | | Then your VT Tax is – | | | |

20,000

| | | | | | |
|--------|--------|-----|-----|-----|-----|
| 20,000 | 20,100 | 722 | 722 | 722 | 722 |
| 20,100 | 20,200 | 725 | 725 | 725 | 725 |
| 20,200 | 20,300 | 729 | 729 | 729 | 729 |
| 20,300 | 20,400 | 733 | 733 | 733 | 733 |
| 20,400 | 20,500 | 736 | 736 | 736 | 736 |
| 20,500 | 20,600 | 740 | 740 | 740 | 740 |
| 20,600 | 20,700 | 743 | 743 | 743 | 743 |
| 20,700 | 20,800 | 747 | 747 | 747 | 747 |
| 20,800 | 20,900 | 751 | 751 | 751 | 751 |
| 20,900 | 21,000 | 754 | 754 | 754 | 754 |

21,000

| | | | | | |
|--------|--------|-----|-----|-----|-----|
| 21,000 | 21,100 | 758 | 758 | 758 | 758 |
| 21,100 | 21,200 | 761 | 761 | 761 | 761 |
| 21,200 | 21,300 | 765 | 765 | 765 | 765 |
| 21,300 | 21,400 | 769 | 769 | 769 | 769 |
| 21,400 | 21,500 | 772 | 772 | 772 | 772 |
| 21,500 | 21,600 | 776 | 776 | 776 | 776 |
| 21,600 | 21,700 | 779 | 779 | 779 | 779 |
| 21,700 | 21,800 | 783 | 783 | 783 | 783 |
| 21,800 | 21,900 | 787 | 787 | 787 | 787 |
| 21,900 | 22,000 | 790 | 790 | 790 | 790 |

22,000

| | | | | | |
|--------|--------|-----|-----|-----|-----|
| 22,000 | 22,100 | 794 | 794 | 794 | 794 |
| 22,100 | 22,200 | 797 | 797 | 797 | 797 |
| 22,200 | 22,300 | 801 | 801 | 801 | 801 |
| 22,300 | 22,400 | 805 | 805 | 805 | 805 |
| 22,400 | 22,500 | 808 | 808 | 808 | 808 |
| 22,500 | 22,600 | 812 | 812 | 812 | 812 |
| 22,600 | 22,700 | 815 | 815 | 815 | 815 |
| 22,700 | 22,800 | 819 | 819 | 819 | 819 |
| 22,800 | 22,900 | 823 | 823 | 823 | 823 |
| 22,900 | 23,000 | 826 | 826 | 826 | 826 |

23,000

| | | | | | |
|--------|--------|-----|-----|-----|-----|
| 23,000 | 23,100 | 830 | 830 | 830 | 830 |
| 23,100 | 23,200 | 833 | 833 | 833 | 833 |
| 23,200 | 23,300 | 837 | 837 | 837 | 837 |
| 23,300 | 23,400 | 841 | 841 | 841 | 841 |
| 23,400 | 23,500 | 844 | 844 | 844 | 844 |
| 23,500 | 23,600 | 848 | 848 | 848 | 848 |
| 23,600 | 23,700 | 851 | 851 | 851 | 851 |
| 23,700 | 23,800 | 855 | 855 | 855 | 855 |
| 23,800 | 23,900 | 859 | 859 | 859 | 859 |
| 23,900 | 24,000 | 862 | 862 | 862 | 862 |

24,000

| | | | | | |
|--------|--------|-----|-----|-----|-----|
| 24,000 | 24,100 | 866 | 866 | 866 | 866 |
| 24,100 | 24,200 | 869 | 869 | 869 | 869 |
| 24,200 | 24,300 | 873 | 873 | 873 | 873 |
| 24,300 | 24,400 | 877 | 877 | 877 | 877 |
| 24,400 | 24,500 | 880 | 880 | 880 | 880 |
| 24,500 | 24,600 | 884 | 884 | 884 | 884 |
| 24,600 | 24,700 | 887 | 887 | 887 | 887 |
| 24,700 | 24,800 | 891 | 891 | 891 | 891 |
| 24,800 | 24,900 | 895 | 895 | 895 | 895 |
| 24,900 | 25,000 | 898 | 898 | 898 | 898 |

| If Taxable Income is – | | And your filing status is – | | | |
|------------------------|---------------|-----------------------------|-------------------------|-----------------------------|-------------------|
| At Least | But Less Than | Single | Married filing jointly* | Married filing separately** | Head of household |
| | | Then your VT Tax is – | | | |

25,000

| | | | | | |
|--------|--------|-----|-----|-----|-----|
| 25,000 | 25,100 | 902 | 902 | 902 | 902 |
| 25,100 | 25,200 | 905 | 905 | 905 | 905 |
| 25,200 | 25,300 | 909 | 909 | 909 | 909 |
| 25,300 | 25,400 | 913 | 913 | 913 | 913 |
| 25,400 | 25,500 | 916 | 916 | 916 | 916 |
| 25,500 | 25,600 | 920 | 920 | 920 | 920 |
| 25,600 | 25,700 | 923 | 923 | 923 | 923 |
| 25,700 | 25,800 | 927 | 927 | 927 | 927 |
| 25,800 | 25,900 | 931 | 931 | 931 | 931 |
| 25,900 | 26,000 | 934 | 934 | 934 | 934 |

26,000

| | | | | | |
|--------|--------|-----|-----|-----|-----|
| 26,000 | 26,100 | 938 | 938 | 938 | 938 |
| 26,100 | 26,200 | 941 | 941 | 941 | 941 |
| 26,200 | 26,300 | 945 | 945 | 945 | 945 |
| 26,300 | 26,400 | 949 | 949 | 949 | 949 |
| 26,400 | 26,500 | 952 | 952 | 952 | 952 |
| 26,500 | 26,600 | 956 | 956 | 956 | 956 |
| 26,600 | 26,700 | 959 | 959 | 962 | 959 |
| 26,700 | 26,800 | 963 | 963 | 969 | 963 |
| 26,800 | 26,900 | 967 | 967 | 977 | 967 |
| 26,900 | 27,000 | 970 | 970 | 984 | 970 |

27,000

| | | | | | |
|--------|--------|------|------|------|------|
| 27,000 | 27,100 | 974 | 974 | 991 | 974 |
| 27,100 | 27,200 | 977 | 977 | 998 | 977 |
| 27,200 | 27,300 | 981 | 981 | 1005 | 981 |
| 27,300 | 27,400 | 985 | 985 | 1013 | 985 |
| 27,400 | 27,500 | 988 | 988 | 1020 | 988 |
| 27,500 | 27,600 | 992 | 992 | 1027 | 992 |
| 27,600 | 27,700 | 995 | 995 | 1034 | 995 |
| 27,700 | 27,800 | 999 | 999 | 1041 | 999 |
| 27,800 | 27,900 | 1003 | 1003 | 1049 | 1003 |
| 27,900 | 28,000 | 1006 | 1006 | 1056 | 1006 |

28,000

| | | | | | |
|--------|--------|------|------|------|------|
| 28,000 | 28,100 | 1010 | 1010 | 1063 | 1010 |
| 28,100 | 28,200 | 1013 | 1013 | 1070 | 1013 |
| 28,200 | 28,300 | 1017 | 1017 | 1077 | 1017 |
| 28,300 | 28,400 | 1021 | 1021 | 1085 | 1021 |
| 28,400 | 28,500 | 1024 | 1024 | 1092 | 1024 |
| 28,500 | 28,600 | 1028 | 1028 | 1099 | 1028 |
| 28,600 | 28,700 | 1031 | 1031 | 1106 | 1031 |
| 28,700 | 28,800 | 1035 | 1035 | 1113 | 1035 |
| 28,800 | 28,900 | 1039 | 1039 | 1121 | 1039 |
| 28,900 | 29,000 | 1042 | 1042 | 1128 | 1042 |

29,000

| | | | | | |
|--------|--------|------|------|------|------|
| 29,000 | 29,100 | 1046 | 1046 | 1135 | 1046 |
| 29,100 | 29,200 | 1049 | 1049 | 1142 | 1049 |
| 29,200 | 29,300 | 1053 | 1053 | 1149 | 1053 |
| 29,300 | 29,400 | 1057 | 1057 | 1157 | 1057 |
| 29,400 | 29,500 | 1060 | 1060 | 1164 | 1060 |
| 29,500 | 29,600 | 1064 | 1064 | 1171 | 1064 |
| 29,600 | 29,700 | 1067 | 1067 | 1178 | 1067 |
| 29,700 | 29,800 | 1071 | 1071 | 1185 | 1071 |
| 29,800 | 29,900 | 1075 | 1075 | 1193 | 1075 |
| 29,900 | 30,000 | 1078 | 1078 | 1200 | 1078 |

* This column also applies to qualifying widow(er) and civil union filing jointly status

** This column also applies to civil union filing separately status

| If Taxable Income is — | | And your filing status is — | | | |
|---------------------------|------------------|-----------------------------|-------------------------------|--|---------------------------|
| At Least | But Less Than | Single | Married filing jointly* | Married filing sepa- rately** | Head of house- hold |
| | | Then your VT Tax is — | | | |

30,000

| | | | | | |
|--------|--------|------|------|------|------|
| 30,000 | 30,100 | 1082 | 1082 | 1207 | 1082 |
| 30,100 | 30,200 | 1085 | 1085 | 1214 | 1085 |
| 30,200 | 30,300 | 1089 | 1089 | 1221 | 1089 |
| 30,300 | 30,400 | 1093 | 1093 | 1229 | 1093 |
| 30,400 | 30,500 | 1096 | 1096 | 1236 | 1096 |
| 30,500 | 30,600 | 1100 | 1100 | 1243 | 1100 |
| 30,600 | 30,700 | 1103 | 1103 | 1250 | 1103 |
| 30,700 | 30,800 | 1107 | 1107 | 1257 | 1107 |
| 30,800 | 30,900 | 1111 | 1111 | 1265 | 1111 |
| 30,900 | 31,000 | 1114 | 1114 | 1272 | 1114 |

31,000

| | | | | | |
|--------|--------|------|------|------|------|
| 31,000 | 31,100 | 1118 | 1118 | 1279 | 1118 |
| 31,100 | 31,200 | 1121 | 1121 | 1286 | 1121 |
| 31,200 | 31,300 | 1125 | 1125 | 1293 | 1125 |
| 31,300 | 31,400 | 1129 | 1129 | 1301 | 1129 |
| 31,400 | 31,500 | 1132 | 1132 | 1308 | 1132 |
| 31,500 | 31,600 | 1136 | 1136 | 1315 | 1136 |
| 31,600 | 31,700 | 1139 | 1139 | 1322 | 1139 |
| 31,700 | 31,800 | 1143 | 1143 | 1329 | 1143 |
| 31,800 | 31,900 | 1147 | 1147 | 1337 | 1147 |
| 31,900 | 32,000 | 1154 | 1150 | 1344 | 1150 |

32,000

| | | | | | |
|--------|--------|------|------|------|------|
| 32,000 | 32,100 | 1161 | 1154 | 1351 | 1154 |
| 32,100 | 32,200 | 1168 | 1157 | 1358 | 1157 |
| 32,200 | 32,300 | 1175 | 1161 | 1365 | 1161 |
| 32,300 | 32,400 | 1183 | 1165 | 1373 | 1165 |
| 32,400 | 32,500 | 1190 | 1168 | 1380 | 1168 |
| 32,500 | 32,600 | 1197 | 1172 | 1387 | 1172 |
| 32,600 | 32,700 | 1204 | 1175 | 1394 | 1175 |
| 32,700 | 32,800 | 1211 | 1179 | 1401 | 1179 |
| 32,800 | 32,900 | 1219 | 1183 | 1409 | 1183 |
| 32,900 | 33,000 | 1226 | 1186 | 1416 | 1186 |

33,000

| | | | | | |
|--------|--------|------|------|------|------|
| 33,000 | 33,100 | 1233 | 1190 | 1423 | 1190 |
| 33,100 | 33,200 | 1240 | 1193 | 1430 | 1193 |
| 33,200 | 33,300 | 1247 | 1197 | 1437 | 1197 |
| 33,300 | 33,400 | 1255 | 1201 | 1445 | 1201 |
| 33,400 | 33,500 | 1262 | 1204 | 1452 | 1204 |
| 33,500 | 33,600 | 1269 | 1208 | 1459 | 1208 |
| 33,600 | 33,700 | 1276 | 1211 | 1466 | 1211 |
| 33,700 | 33,800 | 1283 | 1215 | 1473 | 1215 |
| 33,800 | 33,900 | 1291 | 1219 | 1481 | 1219 |
| 33,900 | 34,000 | 1298 | 1222 | 1488 | 1222 |

34,000

| | | | | | |
|--------|--------|------|------|------|------|
| 34,000 | 34,100 | 1305 | 1226 | 1495 | 1226 |
| 34,100 | 34,200 | 1312 | 1229 | 1502 | 1229 |
| 34,200 | 34,300 | 1319 | 1233 | 1509 | 1233 |
| 34,300 | 34,400 | 1327 | 1237 | 1517 | 1237 |
| 34,400 | 34,500 | 1334 | 1240 | 1524 | 1240 |
| 34,500 | 34,600 | 1341 | 1244 | 1531 | 1244 |
| 34,600 | 34,700 | 1348 | 1247 | 1538 | 1247 |
| 34,700 | 34,800 | 1355 | 1251 | 1545 | 1251 |
| 34,800 | 34,900 | 1363 | 1255 | 1553 | 1255 |
| 34,900 | 35,000 | 1370 | 1258 | 1560 | 1258 |

| If Taxable Income is — | | And your filing status is — | | | |
|---------------------------|------------------|-----------------------------|-------------------------------|--|---------------------------|
| At Least | But Less Than | Single | Married filing jointly* | Married filing sepa- rately** | Head of house- hold |
| | | Then your VT Tax is — | | | |

35,000

| | | | | | |
|--------|--------|------|------|------|------|
| 35,000 | 35,100 | 1377 | 1262 | 1567 | 1262 |
| 35,100 | 35,200 | 1384 | 1265 | 1574 | 1265 |
| 35,200 | 35,300 | 1391 | 1269 | 1581 | 1269 |
| 35,300 | 35,400 | 1399 | 1273 | 1589 | 1273 |
| 35,400 | 35,500 | 1406 | 1276 | 1596 | 1276 |
| 35,500 | 35,600 | 1413 | 1280 | 1603 | 1280 |
| 35,600 | 35,700 | 1420 | 1283 | 1610 | 1283 |
| 35,700 | 35,800 | 1427 | 1287 | 1617 | 1287 |
| 35,800 | 35,900 | 1435 | 1291 | 1625 | 1291 |
| 35,900 | 36,000 | 1442 | 1294 | 1632 | 1294 |

36,000

| | | | | | |
|--------|--------|------|------|------|------|
| 36,000 | 36,100 | 1449 | 1298 | 1639 | 1298 |
| 36,100 | 36,200 | 1456 | 1301 | 1646 | 1301 |
| 36,200 | 36,300 | 1463 | 1305 | 1653 | 1305 |
| 36,300 | 36,400 | 1471 | 1309 | 1661 | 1309 |
| 36,400 | 36,500 | 1478 | 1312 | 1668 | 1312 |
| 36,500 | 36,600 | 1485 | 1316 | 1675 | 1316 |
| 36,600 | 36,700 | 1492 | 1319 | 1682 | 1319 |
| 36,700 | 36,800 | 1499 | 1323 | 1689 | 1323 |
| 36,800 | 36,900 | 1507 | 1327 | 1697 | 1327 |
| 36,900 | 37,000 | 1514 | 1330 | 1704 | 1330 |

37,000

| | | | | | |
|--------|--------|------|------|------|------|
| 37,000 | 37,100 | 1521 | 1334 | 1711 | 1334 |
| 37,100 | 37,200 | 1528 | 1337 | 1718 | 1337 |
| 37,200 | 37,300 | 1535 | 1341 | 1725 | 1341 |
| 37,300 | 37,400 | 1543 | 1345 | 1733 | 1345 |
| 37,400 | 37,500 | 1550 | 1348 | 1740 | 1348 |
| 37,500 | 37,600 | 1557 | 1352 | 1747 | 1352 |
| 37,600 | 37,700 | 1564 | 1355 | 1754 | 1355 |
| 37,700 | 37,800 | 1571 | 1359 | 1761 | 1359 |
| 37,800 | 37,900 | 1579 | 1363 | 1769 | 1363 |
| 37,900 | 38,000 | 1586 | 1366 | 1776 | 1366 |

38,000

| | | | | | |
|--------|--------|------|------|------|------|
| 38,000 | 38,100 | 1593 | 1370 | 1783 | 1370 |
| 38,100 | 38,200 | 1600 | 1373 | 1790 | 1373 |
| 38,200 | 38,300 | 1607 | 1377 | 1797 | 1377 |
| 38,300 | 38,400 | 1615 | 1381 | 1805 | 1381 |
| 38,400 | 38,500 | 1622 | 1384 | 1812 | 1384 |
| 38,500 | 38,600 | 1629 | 1388 | 1819 | 1388 |
| 38,600 | 38,700 | 1636 | 1391 | 1826 | 1391 |
| 38,700 | 38,800 | 1643 | 1395 | 1833 | 1395 |
| 38,800 | 38,900 | 1651 | 1399 | 1841 | 1399 |
| 38,900 | 39,000 | 1658 | 1402 | 1848 | 1402 |

39,000

| | | | | | |
|--------|--------|------|------|------|------|
| 39,000 | 39,100 | 1665 | 1406 | 1855 | 1406 |
| 39,100 | 39,200 | 1672 | 1409 | 1862 | 1409 |
| 39,200 | 39,300 | 1679 | 1413 | 1869 | 1413 |
| 39,300 | 39,400 | 1687 | 1417 | 1877 | 1417 |
| 39,400 | 39,500 | 1694 | 1420 | 1884 | 1420 |
| 39,500 | 39,600 | 1701 | 1424 | 1891 | 1424 |
| 39,600 | 39,700 | 1708 | 1427 | 1898 | 1427 |
| 39,700 | 39,800 | 1715 | 1431 | 1905 | 1431 |
| 39,800 | 39,900 | 1723 | 1435 | 1913 | 1435 |
| 39,900 | 40,000 | 1730 | 1438 | 1920 | 1438 |

| If Taxable Income is — | | And your filing status is — | | | |
|---------------------------|------------------|-----------------------------|-------------------------------|--|---------------------------|
| At Least | But Less Than | Single | Married filing jointly* | Married filing sepa- rately** | Head of house- hold |
| | | Then your VT Tax is — | | | |

40,000

| | | | | | |
|--------|--------|------|------|------|------|
| 40,000 | 40,100 | 1737 | 1442 | 1927 | 1442 |
| 40,100 | 40,200 | 1744 | 1445 | 1934 | 1445 |
| 40,200 | 40,300 | 1751 | 1449 | 1941 | 1449 |
| 40,300 | 40,400 | 1759 | 1453 | 1949 | 1453 |
| 40,400 | 40,500 | 1766 | 1456 | 1956 | 1456 |
| 40,500 | 40,600 | 1773 | 1460 | 1963 | 1460 |
| 40,600 | 40,700 | 1780 | 1463 | 1970 | 1463 |
| 40,700 | 40,800 | 1787 | 1467 | 1977 | 1467 |
| 40,800 | 40,900 | 1795 | 1471 | 1985 | 1471 |
| 40,900 | 41,000 | 1802 | 1474 | 1992 | 1474 |

41,000

| | | | | | |
|--------|--------|------|------|------|------|
| 41,000 | 41,100 | 1809 | 1478 | 1999 | 1478 |
| 41,100 | 41,200 | 1816 | 1481 | 2006 | 1481 |
| 41,200 | 41,300 | 1823 | 1485 | 2013 | 1485 |
| 41,300 | 41,400 | 1831 | 1489 | 2021 | 1489 |
| 41,400 | 41,500 | 1838 | 1492 | 2028 | 1492 |
| 41,500 | 41,600 | 1845 | 1496 | 2035 | 1496 |
| 41,600 | 41,700 | 1852 | 1499 | 2042 | 1499 |
| 41,700 | 41,800 | 1859 | 1503 | 2049 | 1503 |
| 41,800 | 41,900 | 1867 | 1507 | 2057 | 1507 |
| 41,900 | 42,000 | 1874 | 1510 | 2064 | 1510 |

42,000

| | | | | | |
|--------|--------|------|------|------|------|
| 42,000 | 42,100 | 1881 | 1514 | 2071 | 1514 |
| 42,100 | 42,200 | 1888 | 1517 | 2078 | 1517 |
| 42,200 | 42,300 | 1895 | 1521 | 2085 | 1521 |
| 42,300 | 42,400 | 1903 | 1525 | 2093 | 1525 |
| 42,400 | 42,500 | 1910 | 1528 | 2100 | 1528 |
| 42,500 | 42,600 | 1917 | 1532 | 2107 | 1532 |
| 42,600 | 42,700 | 1924 | 1535 | 2114 | 1535 |
| 42,700 | 42,800 | 1931 | 1539 | 2121 | 1543 |
| 42,800 | 42,900 | 1939 | 1543 | 2129 | 1550 |
| 42,900 | 43,000 | 1946 | 1546 | 2136 | 1557 |

43,000

| | | | | | |
|--------|--------|------|------|------|------|
| 43,000 | 43,100 | 1953 | 1550 | 2143 | 1564 |
| 43,100 | 43,200 | 1960 | 1553 | 2150 | 1571 |
| 43,200 | 43,300 | 1967 | 1557 | 2157 | 1579 |
| 43,300 | 43,400 | 1975 | 1561 | 2165 | 1586 |
| 43,400 | 43,500 | 1982 | 1564 | 2172 | 1593 |
| 43,500 | 43,600 | 1989 | 1568 | 2179 | 1600 |
| 43,600 | 43,700 | 1996 | 1571 | 2186 | 1607 |
| 43,700 | 43,800 | 2003 | 1575 | 2193 | 1615 |
| 43,800 | 43,900 | 2011 | 1579 | 2201 | 1622 |
| 43,900 | 44,000 | 2018 | 1582 | 2208 | 1629 |

44,000

| | | | | | |
|--------|--------|------|------|------|------|
| 44,000 | 44,100 | 2025 | 1586 | 2215 | 1636 |
| 44,100 | 44,200 | 2032 | 1589 | 2222 | 1643 |
| 44,200 | 44,300 | 2039 | 1593 | 2229 | 1651 |
| 44,300 | 44,400 | 2047 | 1597 | 2237 | 1658 |
| 44,400 | 44,500 | 2054 | 1600 | 2244 | 1665 |
| 44,500 | 44,600 | 2061 | 1604 | 2251 | 1672 |
| 44,600 | 44,700 | 2068 | 1607 | 2258 | 1679 |
| 44,700 | 44,800 | 2075 | 1611 | 2265 | 1687 |
| 44,800 | 44,900 | 2083 | 1615 | 2273 | 1694 |
| 44,900 | 45,000 | 2090 | 1618 | 2280 | 1701 |

* This column also applies to qualifying widow(er) and civil union filing jointly status

** This column also applies to civil union filing separately status

| If Taxable Income is — | | And your filing status is — | | | | If Taxable Income is — | | And your filing status is — | | | | If Taxable Income is — | | And your filing status is — | | | |
|---------------------------|------------------|-----------------------------|-------------------------------|--|---------------------------|---------------------------|------------------|-----------------------------|-------------------------------|--|---------------------------|---------------------------|------------------|-----------------------------|-------------------------------|--|---------------------------|
| At Least | But Less Than | Single | Married filing jointly* | Married filing sepa- rately** | Head of house- hold | At Least | But Less Than | Single | Married filing jointly* | Married filing sepa- rately** | Head of house- hold | At Least | But Less Than | Single | Married filing jointly* | Married filing sepa- rately** | Head of house- hold |
| Then your VT Tax is — | | | | | | Then your VT Tax is — | | | | | | Then your VT Tax is — | | | | | |
| 45,000 | | | | | | 50,000 | | | | | | 55,000 | | | | | |
| 45,000 | 45,100 | 2097 | 1622 | 2287 | 1708 | 50,000 | 50,100 | 2457 | 1802 | 2647 | 2068 | 55,000 | 55,100 | 2817 | 2050 | 3007 | 2428 |
| 45,100 | 45,200 | 2104 | 1625 | 2294 | 1715 | 50,100 | 50,200 | 2464 | 1805 | 2654 | 2075 | 55,100 | 55,200 | 2824 | 2057 | 3014 | 2435 |
| 45,200 | 45,300 | 2111 | 1629 | 2301 | 1723 | 50,200 | 50,300 | 2471 | 1809 | 2661 | 2083 | 55,200 | 55,300 | 2831 | 2065 | 3021 | 2443 |
| 45,300 | 45,400 | 2119 | 1633 | 2309 | 1730 | 50,300 | 50,400 | 2479 | 1813 | 2669 | 2090 | 55,300 | 55,400 | 2839 | 2072 | 3029 | 2450 |
| 45,400 | 45,500 | 2126 | 1636 | 2316 | 1737 | 50,400 | 50,500 | 2486 | 1816 | 2676 | 2097 | 55,400 | 55,500 | 2846 | 2079 | 3036 | 2457 |
| 45,500 | 45,600 | 2133 | 1640 | 2323 | 1744 | 50,500 | 50,600 | 2493 | 1820 | 2683 | 2104 | 55,500 | 55,600 | 2853 | 2086 | 3043 | 2464 |
| 45,600 | 45,700 | 2140 | 1643 | 2330 | 1751 | 50,600 | 50,700 | 2500 | 1823 | 2690 | 2111 | 55,600 | 55,700 | 2860 | 2093 | 3050 | 2471 |
| 45,700 | 45,800 | 2147 | 1647 | 2337 | 1759 | 50,700 | 50,800 | 2507 | 1827 | 2697 | 2119 | 55,700 | 55,800 | 2867 | 2101 | 3057 | 2479 |
| 45,800 | 45,900 | 2155 | 1651 | 2345 | 1766 | 50,800 | 50,900 | 2515 | 1831 | 2705 | 2126 | 55,800 | 55,900 | 2875 | 2108 | 3065 | 2486 |
| 45,900 | 46,000 | 2162 | 1654 | 2352 | 1773 | 50,900 | 51,000 | 2522 | 1834 | 2712 | 2133 | 55,900 | 56,000 | 2882 | 2115 | 3072 | 2493 |
| 46,000 | | | | | | 51,000 | | | | | | 56,000 | | | | | |
| 46,000 | 46,100 | 2169 | 1658 | 2359 | 1780 | 51,000 | 51,100 | 2529 | 1838 | 2719 | 2140 | 56,000 | 56,100 | 2889 | 2122 | 3079 | 2500 |
| 46,100 | 46,200 | 2176 | 1661 | 2366 | 1787 | 51,100 | 51,200 | 2536 | 1841 | 2726 | 2147 | 56,100 | 56,200 | 2896 | 2129 | 3086 | 2507 |
| 46,200 | 46,300 | 2183 | 1665 | 2373 | 1795 | 51,200 | 51,300 | 2543 | 1845 | 2733 | 2155 | 56,200 | 56,300 | 2903 | 2137 | 3093 | 2515 |
| 46,300 | 46,400 | 2191 | 1669 | 2381 | 1802 | 51,300 | 51,400 | 2551 | 1849 | 2741 | 2162 | 56,300 | 56,400 | 2911 | 2144 | 3101 | 2522 |
| 46,400 | 46,500 | 2198 | 1672 | 2388 | 1809 | 51,400 | 51,500 | 2558 | 1852 | 2748 | 2169 | 56,400 | 56,500 | 2918 | 2151 | 3108 | 2529 |
| 46,500 | 46,600 | 2205 | 1676 | 2395 | 1816 | 51,500 | 51,600 | 2565 | 1856 | 2755 | 2176 | 56,500 | 56,600 | 2925 | 2158 | 3115 | 2536 |
| 46,600 | 46,700 | 2212 | 1679 | 2402 | 1823 | 51,600 | 51,700 | 2572 | 1859 | 2762 | 2183 | 56,600 | 56,700 | 2932 | 2165 | 3122 | 2543 |
| 46,700 | 46,800 | 2219 | 1683 | 2409 | 1831 | 51,700 | 51,800 | 2579 | 1863 | 2769 | 2191 | 56,700 | 56,800 | 2939 | 2173 | 3129 | 2551 |
| 46,800 | 46,900 | 2227 | 1687 | 2417 | 1838 | 51,800 | 51,900 | 2587 | 1867 | 2777 | 2198 | 56,800 | 56,900 | 2947 | 2180 | 3137 | 2558 |
| 46,900 | 47,000 | 2234 | 1690 | 2424 | 1845 | 51,900 | 52,000 | 2594 | 1870 | 2784 | 2205 | 56,900 | 57,000 | 2954 | 2187 | 3144 | 2565 |
| 47,000 | | | | | | 52,000 | | | | | | 57,000 | | | | | |
| 47,000 | 47,100 | 2241 | 1694 | 2431 | 1852 | 52,000 | 52,100 | 2601 | 1874 | 2791 | 2212 | 57,000 | 57,100 | 2961 | 2194 | 3151 | 2572 |
| 47,100 | 47,200 | 2248 | 1697 | 2438 | 1859 | 52,100 | 52,200 | 2608 | 1877 | 2798 | 2219 | 57,100 | 57,200 | 2968 | 2201 | 3158 | 2579 |
| 47,200 | 47,300 | 2255 | 1701 | 2445 | 1867 | 52,200 | 52,300 | 2615 | 1881 | 2805 | 2227 | 57,200 | 57,300 | 2975 | 2209 | 3165 | 2587 |
| 47,300 | 47,400 | 2263 | 1705 | 2453 | 1874 | 52,300 | 52,400 | 2623 | 1885 | 2813 | 2234 | 57,300 | 57,400 | 2983 | 2216 | 3173 | 2594 |
| 47,400 | 47,500 | 2270 | 1708 | 2460 | 1881 | 52,400 | 52,500 | 2630 | 1888 | 2820 | 2241 | 57,400 | 57,500 | 2990 | 2223 | 3180 | 2601 |
| 47,500 | 47,600 | 2277 | 1712 | 2467 | 1888 | 52,500 | 52,600 | 2637 | 1892 | 2827 | 2248 | 57,500 | 57,600 | 2997 | 2230 | 3187 | 2608 |
| 47,600 | 47,700 | 2284 | 1715 | 2474 | 1895 | 52,600 | 52,700 | 2644 | 1895 | 2834 | 2255 | 57,600 | 57,700 | 3004 | 2237 | 3194 | 2615 |
| 47,700 | 47,800 | 2291 | 1719 | 2481 | 1903 | 52,700 | 52,800 | 2651 | 1899 | 2841 | 2263 | 57,700 | 57,800 | 3011 | 2245 | 3201 | 2623 |
| 47,800 | 47,900 | 2299 | 1723 | 2489 | 1910 | 52,800 | 52,900 | 2659 | 1903 | 2849 | 2270 | 57,800 | 57,900 | 3019 | 2252 | 3209 | 2630 |
| 47,900 | 48,000 | 2306 | 1726 | 2496 | 1917 | 52,900 | 53,000 | 2666 | 1906 | 2856 | 2277 | 57,900 | 58,000 | 3026 | 2259 | 3216 | 2637 |
| 48,000 | | | | | | 53,000 | | | | | | 58,000 | | | | | |
| 48,000 | 48,100 | 2313 | 1730 | 2503 | 1924 | 53,000 | 53,100 | 2673 | 1910 | 2863 | 2284 | 58,000 | 58,100 | 3033 | 2266 | 3223 | 2644 |
| 48,100 | 48,200 | 2320 | 1733 | 2510 | 1931 | 53,100 | 53,200 | 2680 | 1913 | 2870 | 2291 | 58,100 | 58,200 | 3040 | 2273 | 3230 | 2651 |
| 48,200 | 48,300 | 2327 | 1737 | 2517 | 1939 | 53,200 | 53,300 | 2687 | 1921 | 2877 | 2299 | 58,200 | 58,300 | 3047 | 2281 | 3237 | 2659 |
| 48,300 | 48,400 | 2335 | 1741 | 2525 | 1946 | 53,300 | 53,400 | 2695 | 1928 | 2885 | 2306 | 58,300 | 58,400 | 3055 | 2288 | 3245 | 2666 |
| 48,400 | 48,500 | 2342 | 1744 | 2532 | 1953 | 53,400 | 53,500 | 2702 | 1935 | 2892 | 2313 | 58,400 | 58,500 | 3062 | 2295 | 3252 | 2673 |
| 48,500 | 48,600 | 2349 | 1748 | 2539 | 1960 | 53,500 | 53,600 | 2709 | 1942 | 2899 | 2320 | 58,500 | 58,600 | 3069 | 2302 | 3259 | 2680 |
| 48,600 | 48,700 | 2356 | 1751 | 2546 | 1967 | 53,600 | 53,700 | 2716 | 1949 | 2906 | 2327 | 58,600 | 58,700 | 3076 | 2309 | 3266 | 2687 |
| 48,700 | 48,800 | 2363 | 1755 | 2553 | 1975 | 53,700 | 53,800 | 2723 | 1957 | 2913 | 2335 | 58,700 | 58,800 | 3083 | 2317 | 3273 | 2695 |
| 48,800 | 48,900 | 2371 | 1759 | 2561 | 1982 | 53,800 | 53,900 | 2731 | 1964 | 2921 | 2342 | 58,800 | 58,900 | 3091 | 2324 | 3281 | 2702 |
| 48,900 | 49,000 | 2378 | 1762 | 2568 | 1989 | 53,900 | 54,000 | 2738 | 1971 | 2928 | 2349 | 58,900 | 59,000 | 3098 | 2331 | 3288 | 2709 |
| 49,000 | | | | | | 54,000 | | | | | | 59,000 | | | | | |
| 49,000 | 49,100 | 2385 | 1766 | 2575 | 1996 | 54,000 | 54,100 | 2745 | 1978 | 2935 | 2356 | 59,000 | 59,100 | 3105 | 2338 | 3295 | 2716 |
| 49,100 | 49,200 | 2392 | 1769 | 2582 | 2003 | 54,100 | 54,200 | 2752 | 1985 | 2942 | 2363 | 59,100 | 59,200 | 3112 | 2345 | 3302 | 2723 |
| 49,200 | 49,300 | 2399 | 1773 | 2589 | 2011 | 54,200 | 54,300 | 2759 | 1993 | 2949 | 2371 | 59,200 | 59,300 | 3119 | 2353 | 3309 | 2731 |
| 49,300 | 49,400 | 2407 | 1777 | 2597 | 2018 | 54,300 | 54,400 | 2767 | 2000 | 2957 | 2378 | 59,300 | 59,400 | 3127 | 2360 | 3317 | 2738 |
| 49,400 | 49,500 | 2414 | 1780 | 2604 | 2025 | 54,400 | 54,500 | 2774 | 2007 | 2964 | 2385 | 59,400 | 59,500 | 3134 | 2367 | 3324 | 2745 |
| 49,500 | 49,600 | 2421 | 1784 | 2611 | 2032 | 54,500 | 54,600 | 2781 | 2014 | 2971 | 2392 | 59,500 | 59,600 | 3141 | 2374 | 3331 | 2752 |
| 49,600 | 49,700 | 2428 | 1787 | 2618 | 2039 | 54,600 | 54,700 | 2788 | 2021 | 2978 | 2399 | 59,600 | 59,700 | 3148 | 2381 | 3338 | 2759 |
| 49,700 | 49,800 | 2435 | 1791 | 2625 | 2047 | 54,700 | 54,800 | 2795 | 2029 | 2985 | 2407 | 59,700 | 59,800 | 3155 | 2389 | 3345 | 2767 |
| 49,800 | 49,900 | 2443 | 1795 | 2633 | 2054 | 54,800 | 54,900 | 2803 | 2036 | 2993 | 2414 | 59,800 | 59,900 | 3163 | 2396 | 3353 | 2774 |
| 49,900 | 50,000 | 2450 | 1798 | 2640 | 2061 | 54,900 | 55,000 | 2810 | 2043 | 3000 | 2421 | 59,900 | 60,000 | 3170 | 2403 | 3360 | 2781 |

* This column also applies to qualifying widow(er) and civil union filing jointly status

** This column also applies to civil union filing separately status

| If Taxable Income is — | | And your filing status is — | | | | If Taxable Income is — | | And your filing status is — | | | | If Taxable Income is — | | And your filing status is — | | | |
|---------------------------|------------------|-----------------------------|-------------------------------|--|---------------------------|---------------------------|------------------|-----------------------------|-------------------------------|--|---------------------------|---------------------------|------------------|-----------------------------|-------------------------------|--|---------------------------|
| At Least | But Less Than | Single | Married filing jointly* | Married filing sepa- rately** | Head of house- hold | At Least | But Less Than | Single | Married filing jointly* | Married filing sepa- rately** | Head of house- hold | At Least | But Less Than | Single | Married filing jointly* | Married filing sepa- rately** | Head of house- hold |
| Then your VT Tax is — | | | | | | Then your VT Tax is — | | | | | | Then your VT Tax is — | | | | | |
| 60,000 | | | | | | 65,000 | | | | | | 70,000 | | | | | |
| 60,000 | 60,100 | 3177 | 2410 | 3367 | 2788 | 65,000 | 65,100 | 3537 | 2770 | 3737 | 3148 | 70,000 | 70,100 | 3897 | 3130 | 4162 | 3508 |
| 60,100 | 60,200 | 3184 | 2417 | 3374 | 2795 | 65,100 | 65,200 | 3544 | 2777 | 3746 | 3155 | 70,100 | 70,200 | 3904 | 3137 | 4171 | 3515 |
| 60,200 | 60,300 | 3191 | 2425 | 3381 | 2803 | 65,200 | 65,300 | 3551 | 2785 | 3754 | 3163 | 70,200 | 70,300 | 3911 | 3145 | 4179 | 3523 |
| 60,300 | 60,400 | 3199 | 2432 | 3389 | 2810 | 65,300 | 65,400 | 3559 | 2792 | 3763 | 3170 | 70,300 | 70,400 | 3919 | 3152 | 4188 | 3530 |
| 60,400 | 60,500 | 3206 | 2439 | 3396 | 2817 | 65,400 | 65,500 | 3566 | 2799 | 3771 | 3177 | 70,400 | 70,500 | 3926 | 3159 | 4196 | 3537 |
| 60,500 | 60,600 | 3213 | 2446 | 3403 | 2824 | 65,500 | 65,600 | 3573 | 2806 | 3780 | 3184 | 70,500 | 70,600 | 3933 | 3166 | 4205 | 3544 |
| 60,600 | 60,700 | 3220 | 2453 | 3410 | 2831 | 65,600 | 65,700 | 3580 | 2813 | 3788 | 3191 | 70,600 | 70,700 | 3940 | 3173 | 4213 | 3551 |
| 60,700 | 60,800 | 3227 | 2461 | 3417 | 2839 | 65,700 | 65,800 | 3587 | 2821 | 3797 | 3199 | 70,700 | 70,800 | 3947 | 3181 | 4222 | 3559 |
| 60,800 | 60,900 | 3235 | 2468 | 3425 | 2846 | 65,800 | 65,900 | 3595 | 2828 | 3805 | 3206 | 70,800 | 70,900 | 3955 | 3188 | 4230 | 3566 |
| 60,900 | 61,000 | 3242 | 2475 | 3432 | 2853 | 65,900 | 66,000 | 3602 | 2835 | 3814 | 3213 | 70,900 | 71,000 | 3962 | 3195 | 4239 | 3573 |
| 61,000 | | | | | | 66,000 | | | | | | 71,000 | | | | | |
| 61,000 | 61,100 | 3249 | 2482 | 3439 | 2860 | 66,000 | 66,100 | 3609 | 2842 | 3822 | 3220 | 71,000 | 71,100 | 3969 | 3202 | 4247 | 3580 |
| 61,100 | 61,200 | 3256 | 2489 | 3446 | 2867 | 66,100 | 66,200 | 3616 | 2849 | 3831 | 3227 | 71,100 | 71,200 | 3976 | 3209 | 4256 | 3587 |
| 61,200 | 61,300 | 3263 | 2497 | 3453 | 2875 | 66,200 | 66,300 | 3623 | 2857 | 3839 | 3235 | 71,200 | 71,300 | 3983 | 3217 | 4264 | 3595 |
| 61,300 | 61,400 | 3271 | 2504 | 3461 | 2882 | 66,300 | 66,400 | 3631 | 2864 | 3848 | 3242 | 71,300 | 71,400 | 3991 | 3224 | 4273 | 3602 |
| 61,400 | 61,500 | 3278 | 2511 | 3468 | 2889 | 66,400 | 66,500 | 3638 | 2871 | 3856 | 3249 | 71,400 | 71,500 | 3998 | 3231 | 4281 | 3609 |
| 61,500 | 61,600 | 3285 | 2518 | 3475 | 2896 | 66,500 | 66,600 | 3645 | 2878 | 3865 | 3256 | 71,500 | 71,600 | 4005 | 3238 | 4290 | 3616 |
| 61,600 | 61,700 | 3292 | 2525 | 3482 | 2903 | 66,600 | 66,700 | 3652 | 2885 | 3873 | 3263 | 71,600 | 71,700 | 4012 | 3245 | 4298 | 3623 |
| 61,700 | 61,800 | 3299 | 2533 | 3489 | 2911 | 66,700 | 66,800 | 3659 | 2893 | 3882 | 3271 | 71,700 | 71,800 | 4019 | 3253 | 4307 | 3631 |
| 61,800 | 61,900 | 3307 | 2540 | 3497 | 2918 | 66,800 | 66,900 | 3667 | 2900 | 3890 | 3278 | 71,800 | 71,900 | 4027 | 3260 | 4315 | 3638 |
| 61,900 | 62,000 | 3314 | 2547 | 3504 | 2925 | 66,900 | 67,000 | 3674 | 2907 | 3899 | 3285 | 71,900 | 72,000 | 4034 | 3267 | 4324 | 3645 |
| 62,000 | | | | | | 67,000 | | | | | | 72,000 | | | | | |
| 62,000 | 62,100 | 3321 | 2554 | 3511 | 2932 | 67,000 | 67,100 | 3681 | 2914 | 3907 | 3292 | 72,000 | 72,100 | 4041 | 3274 | 4332 | 3652 |
| 62,100 | 62,200 | 3328 | 2561 | 3518 | 2939 | 67,100 | 67,200 | 3688 | 2921 | 3916 | 3299 | 72,100 | 72,200 | 4048 | 3281 | 4341 | 3659 |
| 62,200 | 62,300 | 3335 | 2569 | 3525 | 2947 | 67,200 | 67,300 | 3695 | 2929 | 3924 | 3307 | 72,200 | 72,300 | 4055 | 3289 | 4349 | 3667 |
| 62,300 | 62,400 | 3343 | 2576 | 3533 | 2954 | 67,300 | 67,400 | 3703 | 2936 | 3933 | 3314 | 72,300 | 72,400 | 4063 | 3296 | 4358 | 3674 |
| 62,400 | 62,500 | 3350 | 2583 | 3540 | 2961 | 67,400 | 67,500 | 3710 | 2943 | 3941 | 3321 | 72,400 | 72,500 | 4070 | 3303 | 4366 | 3681 |
| 62,500 | 62,600 | 3357 | 2590 | 3547 | 2968 | 67,500 | 67,600 | 3717 | 2950 | 3950 | 3328 | 72,500 | 72,600 | 4077 | 3310 | 4375 | 3688 |
| 62,600 | 62,700 | 3364 | 2597 | 3554 | 2975 | 67,600 | 67,700 | 3724 | 2957 | 3958 | 3335 | 72,600 | 72,700 | 4084 | 3317 | 4383 | 3695 |
| 62,700 | 62,800 | 3371 | 2605 | 3561 | 2983 | 67,700 | 67,800 | 3731 | 2965 | 3967 | 3343 | 72,700 | 72,800 | 4091 | 3325 | 4392 | 3703 |
| 62,800 | 62,900 | 3379 | 2612 | 3569 | 2990 | 67,800 | 67,900 | 3739 | 2972 | 3975 | 3350 | 72,800 | 72,900 | 4099 | 3332 | 4400 | 3710 |
| 62,900 | 63,000 | 3386 | 2619 | 3576 | 2997 | 67,900 | 68,000 | 3746 | 2979 | 3984 | 3357 | 72,900 | 73,000 | 4106 | 3339 | 4409 | 3717 |
| 63,000 | | | | | | 68,000 | | | | | | 73,000 | | | | | |
| 63,000 | 63,100 | 3393 | 2626 | 3583 | 3004 | 68,000 | 68,100 | 3753 | 2986 | 3992 | 3364 | 73,000 | 73,100 | 4113 | 3346 | 4417 | 3724 |
| 63,100 | 63,200 | 3400 | 2633 | 3590 | 3011 | 68,100 | 68,200 | 3760 | 2993 | 4001 | 3371 | 73,100 | 73,200 | 4120 | 3353 | 4426 | 3731 |
| 63,200 | 63,300 | 3407 | 2641 | 3597 | 3019 | 68,200 | 68,300 | 3767 | 3001 | 4009 | 3379 | 73,200 | 73,300 | 4127 | 3361 | 4434 | 3739 |
| 63,300 | 63,400 | 3415 | 2648 | 3605 | 3026 | 68,300 | 68,400 | 3775 | 3008 | 4018 | 3386 | 73,300 | 73,400 | 4135 | 3368 | 4443 | 3746 |
| 63,400 | 63,500 | 3422 | 2655 | 3612 | 3033 | 68,400 | 68,500 | 3782 | 3015 | 4026 | 3393 | 73,400 | 73,500 | 4142 | 3375 | 4451 | 3753 |
| 63,500 | 63,600 | 3429 | 2662 | 3619 | 3040 | 68,500 | 68,600 | 3789 | 3022 | 4035 | 3400 | 73,500 | 73,600 | 4149 | 3382 | 4460 | 3760 |
| 63,600 | 63,700 | 3436 | 2669 | 3626 | 3047 | 68,600 | 68,700 | 3796 | 3029 | 4043 | 3407 | 73,600 | 73,700 | 4156 | 3389 | 4468 | 3767 |
| 63,700 | 63,800 | 3443 | 2677 | 3633 | 3055 | 68,700 | 68,800 | 3803 | 3037 | 4052 | 3415 | 73,700 | 73,800 | 4163 | 3397 | 4477 | 3775 |
| 63,800 | 63,900 | 3451 | 2684 | 3641 | 3062 | 68,800 | 68,900 | 3811 | 3044 | 4060 | 3422 | 73,800 | 73,900 | 4171 | 3404 | 4485 | 3782 |
| 63,900 | 64,000 | 3458 | 2691 | 3648 | 3069 | 68,900 | 69,000 | 3818 | 3051 | 4069 | 3429 | 73,900 | 74,000 | 4178 | 3411 | 4494 | 3789 |
| 64,000 | | | | | | 69,000 | | | | | | 74,000 | | | | | |
| 64,000 | 64,100 | 3465 | 2698 | 3655 | 3076 | 69,000 | 69,100 | 3825 | 3058 | 4077 | 3436 | 74,000 | 74,100 | 4185 | 3418 | 4502 | 3796 |
| 64,100 | 64,200 | 3472 | 2705 | 3662 | 3083 | 69,100 | 69,200 | 3832 | 3065 | 4086 | 3443 | 74,100 | 74,200 | 4192 | 3425 | 4511 | 3803 |
| 64,200 | 64,300 | 3479 | 2713 | 3669 | 3091 | 69,200 | 69,300 | 3839 | 3073 | 4094 | 3451 | 74,200 | 74,300 | 4199 | 3433 | 4519 | 3811 |
| 64,300 | 64,400 | 3487 | 2720 | 3678 | 3098 | 69,300 | 69,400 | 3847 | 3080 | 4103 | 3458 | 74,300 | 74,400 | 4207 | 3440 | 4528 | 3818 |
| 64,400 | 64,500 | 3494 | 2727 | 3686 | 3105 | 69,400 | 69,500 | 3854 | 3087 | 4111 | 3465 | 74,400 | 74,500 | 4214 | 3447 | 4536 | 3825 |
| 64,500 | 64,600 | 3501 | 2734 | 3695 | 3112 | 69,500 | 69,600 | 3861 | 3094 | 4120 | 3472 | 74,500 | 74,600 | 4221 | 3454 | 4545 | 3832 |
| 64,600 | 64,700 | 3508 | 2741 | 3703 | 3119 | 69,600 | 69,700 | 3868 | 3101 | 4128 | 3479 | 74,600 | 74,700 | 4228 | 3461 | 4553 | 3839 |
| 64,700 | 64,800 | 3515 | 2749 | 3712 | 3127 | 69,700 | 69,800 | 3875 | 3109 | 4137 | 3487 | 74,700 | 74,800 | 4235 | 3469 | 4562 | 3847 |
| 64,800 | 64,900 | 3523 | 2756 | 3720 | 3134 | 69,800 | 69,900 | 3883 | 3116 | 4145 | 3494 | 74,800 | 74,900 | 4243 | 3476 | 4570 | 3854 |
| 64,900 | 65,000 | 3530 | 2763 | 3729 | 3141 | 69,900 | 70,000 | 3890 | 3123 | 4154 | 3501 | 74,900 | 75,000 | 4250 | 3483 | 4579 | 3861 |

If your taxable income is \$75,000 or more, please go to the tax rate schedules.

* This column also applies to qualifying widow(er) and civil union filing jointly status

** This column also applies to civil union filing separately status

Index

| | | | | | | |
|---|------------------------|---|----------------------------------|--------------|--|--------------------|
| Adjusted Gross Income..... | 5, 6 | Forms/Instructions | FORM | INSTRUCTIONS | Nonresident Withholding, Sale of VT Real Estate..... | 9 |
| Adjusted VT Income Tax..... | 5, 7, 10 | IN-111..... | 15 | 6 | Offsets..... | 4, 32, 46 |
| Alimony..... | 12, 49 | IN-112..... | 19 | 10 | Paper Filing..... | 3 |
| Amending or Correcting VT Income Return..... | 5 | IN-113..... | 23 | 12 | Part-Year Resident..... | 6 |
| Americans with Disabilities Credit..... | 5, 44 | IN-116..... | Attached to green-print envelope | | Payment Options..... | 4 |
| Capital Gains..... | 7 | HS-122..... | 27 | 28, 45 | Pharmacy Program Application..... | 39 |
| Child & Dependent Care Credit..... | 9, 10 | PR-141..... | 31 | 32 | Postage..... | 3 |
| Child Support..... | 49 | HI-144..... | 35 | 48 | Property Tax Adjustment Calculation by Household | |
| Children's Trust Fund..... | 8 | Gifts as Household Income..... | 48 | | Income..... | 46 |
| Civil Union..... | 6 | Health Savings Account..... | 12 | | Property Tax Adjustment Definitions..... | 46 |
| Commercial Film Income..... | 5, 44 | Homesharing Agreement..... | 49 | | Property Tax Adjustment Special Situations..... | 46 |
| Deceased Taxpayer..... | 6, 28, 32, 46 | Homestead Declaration..... | 27, 28, 45 | | Property Tax Adjustment Worksheet..... | 43 |
| Developmentally Disabled Person, VT State | | Household Income..... | 48 | | Property Tax Adjustment Ownership Situations..... | 47 |
| payments for..... | Front cover, 5, 44, 49 | Household Living Expenses..... | 49 | | Railroad Retirement..... | 44 |
| Domestic Production Activities..... | 12 | Income Refunds..... | 5, 9 | | Recomputed Federal Income Tax Return..... | 5, 6 |
| Domicile..... | 5 | Income Refund to Pay Property Tax..... | 9 | | Refund Status Tracking..... | Inside Front Cover |
| Efiling..... | Front cover, 3 | Income Tax Paid to Another State or Canadian | | | Renter Rebate..... | 8, 32 |
| Early Withdrawal Penalty..... | 12 | Province..... | 10 | | Residency, Definition of..... | 5 |
| Earned Income Tax Credit..... | 8, 11 | Incomplete Returns..... | 3, 32, 45 | | Resident, Definition of..... | 5 |
| Education Deductions..... | 12 | Injured Spouse Claim..... | 4, 32, 46 | | Resident Income..... | 5 |
| Estimated Income Tax Payments..... | 3, 8, 9 | IRA, Keogh, SEP, SIMPLE..... | 12 | | Rounding of entries..... | 3 |
| Exemptions..... | 6 | Jury Duty Pay..... | 12 | | School District Code Table..... | 13 |
| Extension of Time to File Income Return..... | 3, 48 | Label..... | 3 | | State & Local Obligations..... | 6, 10 |
| Farm Income Averaging..... | 10 | Landlord Certificate, unable to obtain..... | 32 | | Tax Credits..... | 11, 44 |
| Federal Work Incentive/Employment Opportunity | | Late Homestead Declaration..... | 45 | | Tax Due..... | 3, 9 |
| Credit..... | 5, 44 | Late Filing Charges (Interest & Penalty)..... | 3, 4, 9, 45 | | Tax Tables & Rate Schedule for VT..... | 50 |
| Federal Return for VT Purposes Only (recomputed) | | Lifeline Application..... | 41 | | Taxpayer Assistance Information | |
| | 5, 6 | Military Pay..... | 5, 44 | | | Inside Front Cover |
| Federal Self-Employment Deductions..... | 12, 49 | Moving Expenses..... | 12 | | Timely Filing..... | 3, 28, 32, 45 |
| Federal Tax Changes..... | 5 | National Guard Pay..... | 44 | | U.S. Military Reserves..... | 44 |
| Fee Basis Government Officials..... | 12 | Net Operating Loss..... | 5 | | U.S. Government Interest Income..... | 7 |
| Filing Check List. On Web (http://tax.vermont.gov) | | Nongame Wildlife Fund..... | 8 | | Use Tax..... | 8 |
| Filing Requirement..... | 3 | Nonprofit Mobile Home Park..... | 28, 46 | | VT Campaign Fund..... | 8 |
| Filing Status..... | 6 | Nonresident Income..... | 5 | | VT Higher Education Investment Credit..... | 11 |
| Financial Difficulties (Payment Plan)..... | 4 | Nonresident Estimated Payment by Entity..... | 9 | | VT Tax - additions and subtractions to..... | 6, 7, 10 |
| | | | | | VT Taxable Income..... | 6, 7 |

VERMONT DEPARTMENT OF TAXES
133 STATE STREET
MONTPELIER VT 05633-1401